

Annual Report
of the
Municipal Officers
of the
Town of Owl's Head,
Maine

For the Municipal Year
July 1, 2011 to June 30, 2012

Municipal Officers:

Richard Carver

Nancy Colson

Linda Post

The photo of the front cover was taken by Pam Curtis
in Owls Head.

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www.hollowridge.com



TOWN OF OWL'S HEAD, MAINE

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TOWN OF OWL'S HEAD, MAINE

DEDICATION

Volunteers are a big part of running our Town and this year we would like to dedicate our Annual Town Book to Larry and Sue Choate.

Larry & Sue retired to Owls Head in 2006 and have been very active in the town ever since.

They designed our website (www.owlshead.maine.gov) and keep it updated.

Larry is on the planning board and Sue does the computer work for the board. They have been busy helping update the ordinances.

Sue volunteers at the elections and stays till the last vote is counted.

They enjoy living in our community and are willing to help to make it a great town to live in.

It has been a great pleasure having them here.





TOWN OF OWL'S HEAD, MAINE

ELECTED & APPOINTED OFFICIALS

MODERATOR

Frederick Newcomb, III

TOWN CLERK

Susan Wilson

SELECTMEN

Richard Carver, '12

Nancy Colson, '14

Linda Post, '13

ASSESSORS

Linda Post

Nancy Colson

Richard Carver

OVERSEERS OF THE POOR

Richard Carver

Nancy Colson

Linda Post

ROAD COMMISSIONER

William Leppanen

TAX COLLECTOR

Susan Wilson

TREASURER

Harriet Ferguson

DIRECTOR OF SCHOOL ADMINISTRATIVE RSU #13

Sally Carleton, '14

TOWN COUNCIL MEMBERS

David Matthews, '14

Warrant Eric Davis, '12

Jane Newcomb, '13

TOWN OFFICE HOURS

Monday 8 am - 5 pm Tuesday 8 am - 5 pm

Wednesday 8 am - 5 pm Friday 8 am - 5 pm

Tel 594-7434 • FAX 594-7598

email: townclerk@owlshead.maine.gov

Selectmens Meetings: 1st & 3rd Monday of the month at 5:00 pm





TOWN OF OWL'S HEAD, MAINE

ELECTED & APPOINTED OFFICIALS

BUDGET COMMITTEE

Ken Crane, '12

Ronald Murray, '13

Robert Hirsch, '13

Ernest Dugan, '14

PLANNING BOARD

Richard Benner, Chairman, '13

Larry Choate, '14

William Leppanen, '12

Robert Pratt, '14

Dale Martin, '12

ZONING BOARD OF APPEALS

Rod Mason, Chairman, '14

Al McNeilly, '14

Ken Wexler, '13

John Bragg, '13

Larkin Post, '12

SOLID WASTE/RECYCLING COMMITTEE

Linda Post

Nancy Colson

Richard Carver

HARBOR COMMITTEE

Mike Gustin, '12

Steve Dow, '13

Robert O'Hara, '14

Mike Keating, '14

Richard Goehry (Alt.) '12

CEMETERY COMMITTEE

Ken Crane, III

Michael Voncannon

William Gay

Plumbing Inspector

Registrar of Voters

Harbor Master

Animal Control Officer

Public Health Officer

Code Enforcement Officer

Scott Bickford

Pamela Curtis

Jeff Edwards

Gordon Poland

Jill DeLaney

Scott Bickford





TOWN OF OWL'S HEAD, MAINE

THE MAINE SENATE

Sen. Christopher Rector
District 22
State House Station 3
Augusta, ME 04333
1-800-423-6900 or 287-1505
354-6571 (home)

HOUSE OF REPRESENTATIVES

Rep. Chuck Kruger
District 48
37 Green Street
Thomaston, Maine 04861
354-8239 (home)

HOUSE OF REPRESENTATIVES

Rep. Edward J. Mazurek
District 47
65 Beech Street
Rockland, Maine 04841
287-1400
594-5647 (home)





TOWN OF OWL'S HEAD, MAINE

OWL'S HEAD FIRE DEPARTMENT

Squad List

Emergency No.

911 or 596-6552

Business Phone

596-7167

Chief

594-4076 / 380-8850 **+

Safety Officer

Appointed - #3 Has Oversight

Squad 1

Deputy Chief

Bruce Colson #2

594-5044 / 975-1850**+

Lieutenant

Jim Philbrook #5

596-0183 **+

David Ross # 10

542-5071 *

Adam Lombardo #22

594-1226 *

Donald Dudley #16

594-7089 *

Justin Philbrook #20

542-9832 *

Squad 2

Assistant Chief

Don Pierce #3

594-2042 / 542-5410**+

Lieutenant

Steve Hallett #7

691-1668**+

Aaron Danforth #25

596-0602 *

Tim Sternberg #9

975-2347 *

Ken Elwell #19

594-2003 *

Micah Philbrook #15

542-9317 *

Squad 3

Captain

Walter Yattaw #4

594-4802**+

Lieutenant

Mike Root #6

542-9452**+

Adam Philbrook #14

594-4154 *

McCabe Burch #31

691-0164 *

Eliot Scott #11

594-4859 **+

Chris Condon #17

596-5970 *

- Fire Police Squad 4 -

John Gamage #12

975-8911 *+

Company Treasurer

May Grant #100

Honorary 594-4738

Business Meetings are held the first Monday of each month at 6:30 PM.

Drills Are conducted on the third Monday of each month at 6:30 PM, and by special announcement.

Active Members are required to attend training sessions, both by law and for their own safety.

Notations Comm. Capabilities *Pager *+Portable Radio **+ Mobile Radio

Revised June 2012





TOWN OF OWL'S HEAD, MAINE

SUSAN M. COLLINS
MAINE

413 DIRKSEN SENATE OFFICE BUILDING
WASHINGTON, DC 20510-1904
(202) 224-2523
(202) 224-2693 (FAX)

United States Senate

WASHINGTON, DC 20510-1904

COMMITTEES:
HOMELAND SECURITY AND
GOVERNMENTAL AFFAIRS,
Ranking Member
APPROPRIATIONS
ARMED SERVICES
SPECIAL COMMITTEE
ON AGING

February 3, 2012

Town of Owls Head
PO Box 128
Owls Head, ME 04854

Dear Friends,

As we begin a new year, I welcome this opportunity to share some of my recent work for the people of our great state.

The economy and jobs remain my highest priorities. More efficient transportation is essential to our economic growth. After a years-long, hard-fought battle, I successfully pushed through Congress a bill I wrote to allow the heaviest trucks to travel on Maine's federal interstates, instead of forcing them to use our secondary roads and downtown streets. This will make our streets safer, reduce fuel consumption, and allow our businesses to be more competitive. I was pleased to have the support of many Maine groups, from the Maine State Police and the Parent-Teacher Association to the Maine Motor Transport Association and many others that helped me advocate for this sensible change.

I was also successful in my efforts to prevent the federal government from limiting certain vegetables, including Maine's potatoes, in school meal programs. Nationwide this ill-conceived proposal would have cost our schools, the states, and families an estimated \$6.8 billion over five years. I built support from both sides of the aisle and from across the country to ensure that schools maintain the flexibility they need to serve students healthy and affordable meals. This proposed rule was a prime example of excessive Washington regulation.

In my effort to protect jobs, I also introduced bipartisan legislation to ensure that the proposed EPA regulations known as the "Boiler MACT" rules protect the environment and public health without jeopardizing jobs in our state, particularly in the forest products industry. I also continued to help advance the development of deep water, off-shore wind energy at the University of Maine, which has the potential to provide clean energy and to create thousands of new jobs.

On the Armed Services Committee, I worked to secure funding for shipbuilding at Bath Iron Works, submarine overhauls at Portsmouth Naval Shipyard, and the manufacturing of aircraft engines at Pratt and Whitney, as well as to strengthen the 101st Air Refueling Wing in Bangor and the Maine Military Authority in Limestone. The new defense funding bill also includes my amendment to expedite the claims of veterans with





TOWN OF OWL'S HEAD, MAINE

severe disabilities like the soldier I met who is suffering from ALS, also known as Lou Gehrig's disease.

Last year, the President signed legislation I coauthored creating a national plan for combating Alzheimer's disease, which affects more than five million Americans and their families. In another health-related development, at my urging, the Food and Drug Administration allowed clinical trials to begin on the artificial pancreas, a device that could dramatically improve the health and quality of life for people with Type I diabetes.

Many Mainers have contacted me to express concern about the Postal Service, which is the linchpin of a nearly \$1 trillion mailing industry that employs 8.6 million people. I've sponsored bipartisan legislation to rescue the U.S. Postal Service from financial failure next year. This bill provides flexibility to the USPS to restructure itself in an effort to save billions of dollars and preserve universal postal service for all Americans, no matter where they live.

In December, I cast my 4,825th consecutive vote, making me the longest currently serving Senator never to have missed a vote. I am grateful for the opportunity to serve the Town of Owl's Head and Maine in the United States Senate.

If ever I can be of assistance to you, please contact my Augusta state office at (207) 622-8414, or visit my website at <http://collins.senate.gov>. May 2012 be a good year for your family, your community, and our state.

Sincerely,

A handwritten signature in black ink that reads "Susan Collins". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

Susan M. Collins
United States Senator





TOWN OF OWL'S HEAD, MAINE



Annual Report to Owl's Head A Message from Senator Christopher W. Rector

January 2012

Dear Friends and Neighbors:

I am grateful for the trust you have placed in me to work for the citizens of «Town» and our region. Representing your interests during the past three years in the Maine Senate has been truly rewarding and an experience that I will never regret. Thank you for allowing me the opportunity to be your voice in Augusta.

When Republicans took their oath of office last December, we promised to move Maine in a new direction and to make our state more prosperous and affordable to all Mainers. Lawmakers also faced dire budget projections of a billion dollar shortfall. Many doubted we could attain anything substantive with the obstacles before us. Instead of looking at quick fix solutions to the problems before us, we met our challenges head on by rolling up our sleeves and working together. Over the months that ensued, the Legislature approved a number of significant reform measures to our health insurance market, tax policies, and state regulations.

Looking back at the results of the First Regular Session, I believe legislators made significant strides in addressing Maine's most pressing needs during extremely difficult times. We did so while avoiding a government shutdown and the polarizing situations that occurred in other states. Leadership made the decision early on in the session that we would insist on a two-thirds budget and we would create a culture of inclusion, respect and consensus. We increased state funding to local schools by \$65 million, brought solvency to the retiree pension system, insisted on more transparency and accountability at the Maine Turnpike Authority, and paid back our local hospitals millions of dollars that had be owed to them for years. We worked hard to deliver the changes we promised, and we succeeded.

Though important progress has been made, lawmakers have a great deal of work ahead them when they return to Augusta in January. The most daunting task will be addressing a staggering \$120 million shortfall within the Department of Health and Human Services and its MaineCare program. In terms of all spending, MaineCare accounts for 32 percent of the state budget and enrollment is expected to grow at more than three times the rate of our revenues over the next four years. Difficult structural changes to the MaineCare program must be made soon; but I am confident that if we continue to work together as we did last year, we can return MaineCare back to a sustainable and quality system that protects Maine's most at-risk citizens.

Again, thank you for entrusting me to represent you in Augusta. Please feel free to contact me if you ever need my help in navigating the state bureaucracy. I can be reached in Augusta at 287-1505, in Thomaston at 354-6571 or by e-mail at cwrector@hotmail.com.

Sincerely,

A handwritten signature in cursive script that reads "Chris Rector".

Senator Christopher W. Rector
Senate District 22





TOWN OF OWL'S HEAD, MAINE



CONGRESSWOMAN
CHELLIE PINGREE

CONGRESS OF THE UNITED STATES
HOUSE OF REPRESENTATIVES

1ST DISTRICT
MAINE

Dear Friend,

I hope this letter finds you and your family well. It continues to be an honor to represent you, and I wanted to take a moment to share with you some the work I've done in Washington and Maine over the last year.

As you know, times are not easy. The country still struggles to recover from the recession, which is why I'm so frustrated Congress has not been serious about job creation. Voters elected us to Congress with the highest priority of getting the country back to work. While we should have been voting on jobs legislation, we have ended up debating anything but.

I am proud, though, to have worked on my own piece of jobs legislation in 2011. Local food is a growing part of Maine's economy and has helped revitalize a traditional staple of our communities—the family farm. We have seen incredible increases in CSA farm shares, farmers markets, and acres in cultivation.

But outdated federal policy hasn't done enough to support this bright spot, and often hinders it. I've introduced the Local Farms, Food, and Jobs Act to bring local farmers the resources they need to continue growing. If passed, it means investments in our regional food infrastructure, help for local schools to buy food produced in their communities, and giving more and more people affordable access to local food.

Another piece of legislation I introduced in 2011 would help service members who are victims of military sexual assault. This has become an alarming problem as thousands of women—and men—report being sexually assaulted while serving. I've listened to many of them who are from Maine. My legislation would ease the restrictions they currently face to get disability benefits from the VA.

As a member of the House Armed Services Committee, I've been able to work on several policies that affect our military personnel. It also means that I've kept close watch on our operations overseas. In 2011, we saw some good news on this front. First, we finally found and killed Osama bin Laden. The second came with the official end to the war in Iraq.

I am so glad that the Mainers who have served there will be able to return home. But we can't forget the nearly 4,500 soldiers we lost in Iraq—24 of them from Maine—nor the men and women who continue to serve in Afghanistan. I hope we can start to bring them home in 2012.

My thoughts now are also with the many Maine families who can't afford to heat their homes. I'm disappointed to see deep cuts in LIHEAP, a program thousands of Mainers rely on. I've introduced legislation to restore the funding and I will keep fighting to get Mainers the support they need.

I wish you and your families the best—it's a privilege to serve you. If there is anything I can do, please don't hesitate to contact me at (207) 774-5019 or www.pingree.house.gov.

Hope to see you in Maine soon,

Chellie Pingree
Member of Congress





TOWN OF OWL'S HEAD, MAINE

OLYMPIA J. SNOWE
MAINE

154 RUSSELL SENATE OFFICE BUILDING
(202) 224-5344

Web Site: <http://snowe.senate.gov>

DEPUTY WHIP

United States Senate

WASHINGTON, DC 20510-1903

January 3, 2012

COMMITTEES:
COMMERCE, SCIENCE, AND
TRANSPORTATION

OCEANS, ATMOSPHERE, FISHERIES AND
COAST GUARD SUBCOMMITTEE

FINANCE

INTELLIGENCE

RANKING MEMBER, SMALL BUSINESS

Dear Friends:

I want to thank you for the opportunity to extend my warm greetings to the people of Owl's Head, and take just a moment to offer a few thoughts about the past year as we look ahead to the year to come. Indisputably, as we continue to face historic challenges as a nation, as a state, and as individual towns and cities, our economy remains of paramount concern, and justifiably so, as we are still plagued by the worst economic downturn since World War II. Indeed, as countless Mainers have conveyed to me in roundtable discussions and on Main Street tours, the crushing job creation drought that too many have endured for far too long must not become the new normal.

Thankfully, there are steps that Congress and the Administration can take right now to expand our private sector. We can best unleash the genius and innovation that have made our country the most exceptional in human history, I believe, by addressing the following three pro-growth pillars, consisting of a balanced budget amendment, regulatory reform, and tax code overhaul, all of which I have championed in the Senate.

It is long past time that Congress bridge the partisan divide and unite around a pro-growth jobs agenda to pass a balanced budget amendment to the Constitution just as Maine and 48 other states already have, to end the regulatory rampage in Washington that has hamstringed our economy, and to overhaul the far-too-complicated, unwieldy tax code. American taxpayers expend 7.6 billion hours and spend \$140 billion – or one percent of GDP – just struggling to comply with tax filing requirements – and that burden must end.

The fundamental question is, what kind of country do we want America to be? Mainers, like all Americans, are rightly frustrated and angry that we have an expansionist government and a record accumulation of debt, and yet they don't see any positive difference in their own lives. I share that frustration and anger. And I hope you will work with me to forge a brighter future worthy of the greatest nation on Earth, bearing in mind as we move forward that economic and homeland security cannot be mutually exclusive. In that light, we remember today – and every day – the extraordinary service and sacrifice of our brave servicemen and women in Iraq, Afghanistan, and around the world who comprise the finest defense force on the planet.

Please be assured, I will continue to work tirelessly on behalf of the people of Maine and America. I encourage you to visit my Senate website at www.snowe.senate.gov for additional details on how you can join with me in these efforts, obtain helpful government information, and share any concerns or legislative input you may have. You may also visit with members of my staff at my Regional Office located at 40 Western Avenue, Room 412 in Augusta or by calling 622-8292 or toll free in Maine at 1-800-432-1599.

Sincerely,


OLYMPIA J. SNOWE
United States Senator





TOWN OF OWL'S HEAD, MAINE



STATE OF MAINE
HOUSE OF REPRESENTATIVES
CLERK'S OFFICE
2 State House Station
Augusta, Maine 04333-0002



Dear Neighbors,
July, 2012

Thank you for the honor and privilege of serving as your State Representative during the 125th session of the Maine Legislature.

During the session we addressed a significant budget gap, due to lagging state revenues and the continuing national economic crisis.

I understand how deeply the cuts made will be felt by families and individuals in all communities and towns. As we seek to make state government more efficient and cost effective we must make sure that the vital services that are so essential during these tough times stay intact.

In addition to carefully reviewing the budget, my colleagues and I are also focused on promoting economic development, job growth, and improving the health and education of Maine citizens. We have the opportunity to make sure that Maine continues to move in the right direction by focusing on these important goals and priorities.

Please contact me with your comments, opinions, and questions which help me to represent you. You can reach me at home at 594-5647. Also, you can send me an e-mail at EdMazurekl@aol.com. Feel free to contact me anytime.

Best,

A handwritten signature of Ed Mazurek in cursive script.

Ed Mazurek
State Representative






TOWN OF OWL'S HEAD, MAINE



Heather J.R. Priest
Clerk of the House

STATE OF MAINE
HOUSE OF REPRESENTATIVES
CLERK'S OFFICE 2 State
House Station Augusta, Maine
04333-0002

TO: Town of Owl's Head
Municipal Officers
Editor, Annual Report

FROM: Heather J.R. Priest 
Clerk of the House

DATE: January 2012

Many municipal annual reports include the category of "Representative to Legislature" at the conclusion of the listing of Municipal Officers.

In the belief you may want to aid citizens to more readily *contact* their House member, we are hopeful that you will include the following information in the Municipal Officers section:

Representative to the Legislature
(term exp. Wednesday, December 5, 2012)

District: 47

State Representative: Edward J. Mazurek
Home Address: 65 Beech Street
Rockland, ME 04841
Residence: (207)594-5647
Ceil Phone: (207)542-0017
E-Mail: EdMazurek1@aol.com
State House E-Mail: RepEd.Mazurek@legislature,maine.gov

District: 48

State Representative: Chuck Kruger
Home Address: 37 *Green* Street
Thomaston, ME 04861
Business: (207) 354-8928
E-Mail: cbkruger@myfairpoint.net
State House E-Mail: RepChuck. Kruger@ legislature.maine.gov

Telephone: (207) 287-1400 (Voice)
(207) 287-4469 (TTY)

Capitol Address: House of Representatives
2 State House Station
Augusta, ME 04333-0002 Year-Round Toll Free House of
Representatives Message Center 1-800-423-2900 t^Aame Legislative Internet Web
Site - <http://www.maine.90v/legis/house>





TOWN OF OWL'S HEAD, MAINE

HOUSE OF REPRESENTATIVES STATE OF MAINE

Dear Friends and Neighbors,

It is an honor and a privilege to serve as your Representative to the 125th Maine Legislature.

In these challenging times, I pledge to listen to everyone and consider all available information before casting critical votes. I try hard to never lose sight of the fact that cost-shifting at the State level often leads to higher taxes locally; and I'm in total agreement with those who feel that most folks cannot simply continue to absorb tax increases. This leads to some very tough choices that lie ahead. I will do my level best to make the best decisions I possibly can.

Of course, I can do my best work in Augusta with reasoned input from the people of District 48. Please contact me with any questions or comments about any matter of Maine State Government, or if you'd like to receive an occasional update from me by e-mail on activities, issues, etc.

Phone: 354-8239

Toll-free at the State House: 800-423-2900

E-mail: cbk@midcoast.com

www.maine.gov/legis

Thank you for the opportunity to work for you in Augusta.

Sincerely,

Rep. Chuck Kruger





TOWN OF OWL'S HEAD, MAINE

SELECTMEN'S REPORT FOR 2012

The past year the Town of Owls Head continues to receive solid town governmental services from our office employees and continuing commitment of the many volunteers of the various Town Committees. The combination of these two elements make the Town of Owls Head a government environment which is pleasant and very functional.

The Planning Board is to be commended on the many hours of work for the Town and the additional hours in reviewing and revising the Owls Head Land Use Ordinance. At the upcoming August Annual Town Meeting the town will have on the Warrant an Article reflecting these revisions.

November 1996 is the date of the present Comprehensive Plan of Owls Head. The Comprehensive Plan Committee has been progressing in their renewing of a Comprehensive Plan. This is a time consuming project and the Town is fortunate to have such a dedicated Committee.

In October the Selectmen held a Public Hearing on the legal status of Cooper's Beach Road. As a result of that public meeting the Selectmen determined that Cooper's Beach Road is a public easement road.

In December 2011 at a Special Town Meeting four Articles relating to the following subjects were voted on and passed;

1. Broad Cove Lane was accepted as a right-of-way Town Way;
2. Revisions in the Owls Head Land Use Ordinances;
3. A Fireworks Ordinance;
4. Funding for Legal Fees.

In March Glennice Williams who served this Town many years as Registrar of Voters, Assistant to the Selectmen, Assistant to the Treasurer, and Assistant to Tax Collector resigned. Pam Curtis, a long time resident of Owls Head, is now carrying on the many capacities once served by Glennice. We wish to thank Glennice for her dedication and valuable service for many years and we wish her the best in the future.

Budgeting issues are always of great concern. Owls Heads largest budget item is R.S.U. 13. This year there will be an increase of 5.5% of the town's portion of this school funding. This increase will have a direct impact on the Town's budget. The Budget Committee, ever diligent, strives to maintain quality Town services while maintaining cost to a minimum.

The Selectmen express their gratitude to all committees, elected officials, employees and organizations for their dedication to Town of Owls Head. We encourage any and all residents to join us in being part of the volunteer community that help make Owls Head a very special place to live.





TOWN OF OWL'S HEAD, MAINE

REPORT OF THE ASSESSORS

July 1, 2011 - June 30, 2012

ASSESSED VALUATION (AS of April 1, 2011)

Taxable Real Estate	315,585,050
Taxable Personal Property	2,360,500
Total Taxable Valuation	317,945,550

REVENUE TO BE RAISED BY TAXATION	3,131,763.67
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EXEMPT REAL ESTATE

State of Maine	3,945,340
Town of Owls Head	1,347,830
County of Knox	12,534,240
Owls Head Transportation Museum	3,136,440
Educational Institutions	709,190
Literary & Scientific Institutions	-
Charitable & Benevolent Institutions	3,776,170
Religious Institutions	737,080
Homesteads	4,020,000
Veterans	669,000
Blind	16,000
Total Value of all Real Estate Exempt by Law	30,891,290

EXEMPT PERSONAL PROPERTY	401,100
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VALUATION OF THE TOWN OF OWLS HEAD AS OF APRIL 1, 2011

Total Taxable Valuation	317,945,550
Total Exempt Valuation	31,292,390
Total valuation of the Town of Owls Head	349,237,940





TOWN OF OWL'S HEAD, MAINE

TREASURER'S REPORT JULY 1, 2011-JUNE 30, 2012

Cash Balance - July 1

\$409,362.35

Town Receipts

Property Taxes/Liens	\$ 3,179,288.00
Misc. Additional Taxes.	\$ 38,685.00
Prepaid Taxes	\$ 7,607.00
Vehicle Excise Taxes	\$ 288,999.00
Boat Excise Taxes	\$ 10,405.00
Tax/Lien Interest & Costs	\$ 18,478.00
Tree Growth Reimbursement	\$ 1,939.00
Homestead Reimbursement	\$ 19,848.00
Municipal Revenue Sharing	\$ 62,268.00
Local Road Assistance	\$ 23,159.00
Veterans Reimbursement	\$ 1,627.00
Parks and Recreation	\$ 1,797.00
Snowmobile Reimbursement	\$ 331.00
General Assistance	\$ 337.00
Vehicle Registration Fees	\$ 79,841.00
Cable TV Franchise	\$ 8,656.00
Inland Fisheries & Wildlife	\$ 15,563.00
Interest on Investments	\$ 2,199.00
Mooring Fees	\$ 3,650.00
Clerk & Agent Fees	\$ 7,626.00
BETE Reimbursement	\$ 2,766.00
Wood Dump Usage	\$ 7,949.00
Dump Stickers	\$ 1,412.00
Plumbing Permits	\$ 1,322.00
Building Permits	\$ 4,990.00
Dog Fees - State	\$ 1,109.00
Dog Fees - Town	\$ 604.00
PERC Refund	\$ 28,024.00
Room Rental	\$ 3,225.00
Other	\$ 8,211.00
	\$ 3,830,593.00

TOTAL RECEIPTS

\$ 4,239,955.35

Town Disbursements

Warrants	\$ 993,822.06
Misc. Bank Charges	\$ 478.00
RSU #13	\$ 2,273,066.00
Knox County	\$ 327,566.00

TOTAL DISBURSEMENTS

\$ 3,359,628.71

Cash Balance - June 30, 2012

\$ 880,326.64





TOWN OF OWL'S HEAD, MAINE

2012 UNPAID REAL ESTATE TAXES AS OF 6/30/12

NAME	BALANCE
Akers, Nancy B.	\$ 283.87
Altiero, Kerry	\$ 1,132.94
Arsenault, Michael	\$ 1,311.43
Augusto, Lisa J.	\$ 500.77
Augusto, Lisa J.	\$ 754.61
Baudanza, Alan Estate	\$ 2,315.64
Beal, Melony R.	\$ 664.28 (F/C)
Berry, Tracy	\$ 369.38
Blackman, Donald A.	\$ 593.29
Bourgeois, Henry	\$ 181.54
Brackett, Sherry L.	\$ 1,865.79
Brown, Daniel F.	\$ 1,374.76 ***
Brown, Tina	\$ 498.02
Burch, Joseph & April	\$ 966.28 ***
Carty, Brian	\$ 1,908.54
Corey, Collen	\$ 721.31 ***
Curtis, Peter	\$ 1,025.09 ***
Damon, Deborah	\$ 2,809.30
Darnell, David E.	\$ 473.29 (P)
Dean Jr., William	\$ 4,696.87
Donnelly, Evelyn	\$ 16.79
Duffy, Denis	\$ 959.49 ***
Dyer, Lewis	\$ 1,871.65
Eastman, John	\$ 111.80
Economy, Madeline-Estate of	\$ 1,970.79
Edwards, Jeffrey	\$ 1,914.54
Edwards, Patricia A.	\$ 357.65 ***
Elliott Jr, Danny	\$ 2,518.45
Faulkingham, Charles & Geri (J/T)	\$ 457.83
Feener, Joseph & Catherine	\$ 602.33 ***
Feener, Ryan J	\$ 389.71 ***
Ferraiolo, John & Tammra	\$ 3,554.63 ***
Fogg, Ray	\$ 256.40
Gamage, John	\$ 116.33
Gamage, Norman & Virginia	\$ 742.44 (P)
Gamage, Sherry	\$ 72.20
Gamage, Andrea	\$ 61.86
Godfrey, James	\$ 922.23 ***





TOWN OF OWL'S HEAD, MAINE

Goehry, Richard	\$	1,726.90	
Green, Jennie	\$	205.67	
Hamilton, William T, Trustee	\$	1,929.32	***
Harding LEon	\$	4,374.98	***
Philibert, Glenn	\$	1,536.21	
Post, John R.	\$	3,166.28	***
Quinn, Paul D.	\$	1,077.69	
Robbins, Frances	\$	55.51	***
Robinson, Averell LE	\$	1,043.75	***
Robinson, Michael L.	\$	2,343.51	
Robinson, Paula L.	\$	9,296.63	
Ross, Vicky	\$	1,942.41	
Ross, Jay & Kristin	\$	1,074.54	
Rutland, Glenn	\$	263.98	
Rutland, James	\$	474.77	
Salo, Paul H.	\$	425.19	***
Schwalbenberg, Robert C.	\$	630.30	***
Scott, E.C.	\$	495.65	
Skrzypczak, Frank & Denise	\$	2,257.42	***
SLA, LLC	\$	770.96	***
Sloatman, Beverly	\$	704.72	***
Sloatman, Eric	\$	562.83	
Smith, Irving	\$	1,728.57	***
Smith, Irving	\$	2,496.53	***
Smith, Irving	\$	458.22	***
Spearing, Charmen & Joshua	\$	2,475.21	***
Spotted Dog Properties Trust	\$	443.25	
Spring, Kevin E. Trustee	\$	2,210.44	
Sullivan, Foster LE	\$	344.18	
Swinton, Thomas P.	\$	9,705.60	(P)
Sylvester, Warren	\$	144.60	
Taylor, Steven	\$	1,400.97	***
Thompson, Kevin & Kimberly	\$	2,267.76	***
Wallace, Joyce ET ALS	\$	140.16	
Waters, Toinie	\$	1,411.70	
Weinstein, Andrew & Melinda	\$	1,472.71	***
Williams, Michael G.	\$	354.30	(F/C)
Witham, Christopher	\$	1,665.34	
Witham, Clayton	\$	1,496.61	

(** paid after 6/30/12 and before 8/06/12)

(P) partial payment, (F/C) foreclosed Amounts do not include interest and/or costs.





TOWN OF OWL'S HEAD, MAINE

2011 UNPAID REAL ESTATE TAXES AS OF 6/30/12

NAME	BALANCE
Arsenault, Michael	\$ 1,494.20 (P)
Augusto, Lisa J	\$ 608.60
Augusto, Lisa J	\$ 885.90
Baudanza, Alan- Estate of	\$ 1,306.52
Beal, Melony R.	\$ 787.22 (F/C)
Berry, Tracy	\$ 465.07
Bourgeois, Henry	\$ 259.86
Brown, Tina	\$ 605.60
Carty, Brian	\$ 1,976.25
Damon, Deborah	\$ 2,270.70 (P)
Dean Jr., William	\$ 5,191.29
Faulkingham, Charles & Geri (J/T)	\$ 561.69
Fogg, Ray	\$ 341.63 (P)
Gamage, John	\$ 296.22 (P)
Gamage, Sherry	\$ 140.42 (P)
Harding, Pamela LE	\$ 983.28
Ilvonen, Kathryn LE	\$ 1,315.57
Ilvonen, Kerry	\$ 358.11
Ilvonen, Uno R.	\$ 1,732.24
Ilvonen, Uno R.	\$ 537.06
Ilvonen, Uno R.	\$ 478.30
Ilvonen, Uno R.	\$ 534.04
Ilvonen, Uno R.	\$ 539.20
Ilvonen, Uno R.	\$ 624.65
Ilvonen, Uno R.	\$ 545.34
Ilvonen, Uno R.	\$ 549.00
Ilvonen, Uno R.	\$ 525.97
Ilvonen, Uno R.	\$ 526.82
Ilvonen, Uno R.	\$ 601.72
Mastera, Linda	\$ 118.05
Perry, Claire Dean	\$ 5,171.08
Philibert, Glenn	\$ 941.96
Quinn, Paul D.	\$ 1,238.85
Rutland, Glenn	\$ 349.93
Rutland, James	\$ 580.20
Sloatman, Eric	\$ 676.40 (P)
Spring, Kevin E Trustee	\$ 1,249.96





TOWN OF OWL'S HEAD, MAINE

Sylvester, Warren	\$	219.50	
Waters, Toinie	\$	1,081.57	(P)
Williams, Michael G.	\$	448.59	(F/C)
Witham, Christopher	\$	1,880.83	

(**paid after 6/30/12 and before 8/06/12)

(P) partial payment, (F/C) foreclosed Amounts due not include accrued interest and/or costs.

2010 UNPAID REAL ESTATE TAXES AS OF 6/30/12

NAME		BALANCE	
Beal, Melony R.	\$	792.23	(F/C)
Williams, Michael G.	\$	312.82	(F/C)

(**paid after 6/30/12 and before 8/06/12)

(P) partial payment, (F/C) foreclosed

Amounts due not include accrued interest and/or costs.

2012 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME		BALANCE	
Edwards, Jeffrey	\$	54.18	
Nickles, Donald Jr.	\$	88.65	***
Overlock, Dwight	\$	5,186.02	

2011 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME		BALANCE	
Overlock, Dwight	\$	5,449.28	

2010 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME		BALANCE	
Overlock, Dwight	\$	6,727.50	





TOWN OF OWL'S HEAD, MAINE

2009 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME	BALANCE
Overlock, Dwight	\$ 5,589.15

2008 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME	BALANCE
Overlock, Dwight	\$ 5,089.50

2007 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME	BALANCE
Overlock, Dwight	\$ 3,444.00

2006 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME	BALANCE
Overlock, Dwight	\$ 3,404.00

2005 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME	BALANCE
Overlock, Dwight	\$ 2,775.00

2004 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/12

NAME	BALANCE
Overlock, Dwight	\$ 13,920.00

(***paid after 6/30/12 and before 8/06/12)
(P) partial payment
Amounts do not include interest and/or costs





TOWN OF OWL'S HEAD, MAINE

REPORT OF THE TOWN CLERK

Another year has flown by. We are so lucky to be in this beautiful community with so many good people to share it with. Thank you to all that create such a wonderful working environment for me.

The following statistics and licenses were recorded in the Town of Owls Head for the year 7/01/2011 through 6/30/2012:

VITAL STATISTICS

Births	10
Marriages	10
Deaths	24

HUNTING & FISHING LICENSES

Combination	29
Hunting	30
Fishing	61
Archery	2
Non-Resident Fishing	2
Jr. Hunting	6
Lifetime	4

DOG LICENSES

Male/ Female	43
Neutered/ Spayed	302

(All dog licenses expire 12/31/12 and must be licensed no later than 1/31/2013 to avoid late charges. Proof of Rabies and neutering/ spaying must be presented before a license will be issued).

BOATS/ ATVS/ SNOWMOBILES

Boats	259
Documented Boats	33
ATVs	20
Snowmobiles	34

(Please note that all Documented boats must pay excise tax in the town of residence).

Respectfully Submitted,
Susan A. Wilson Town Clerk





TOWN OF OWL'S HEAD, MAINE

ROAD COMMISSIONER

July 5, 2012

In the past year we did a major brush clearing along the whole length of Ballyhac Road cutting everything back at least 8' off shoulder of the road.

We paved Birchmont Ave., Rose Hill Ave. & Ginn's Point Road.

This year the Town accepted Broad Cove Road as a Town Road. This Road is a gravel road off Lighthouse Road.

Bill Leppanen
Road Commissioner





TOWN OF OWL'S HEAD, MAINE

CODE ENFORCEMENT OFFICER'S REPORT

Building/Use Permits July 1, 2011- June 30, 2012

Type of Use/Construction

(Other than Shoreland Zoning Districts)

- 16 Accessory structures (sheds, detached garage, storage tents etc.)
- 7 Demolitions
- 11 Decks/porches,patios
- 3 Dwellings with attached garage
- 0 Dwellings without garage
- 4 Filling/Excavation >100 cu.yds.
- 3 Fences
- 2 Home Occupation/Business Use
- 1 Misc.other 0 Mobile Homes moved from town
- 4 Moving structure
- 0 Piers/Wharf/Floats
- 15 Renovations/additions
- 1 Signs
- 0 Swimming Pool

(SLZ=Shoreland Zoning Districts)

- 0 Accessory structures (sheds, detached garage, storage tents etc.)
- 0 Demolitions
- 4 Decks/porches, patios
- 1 Dwellings with attached garage
- 6 Filling/Excavation >10 cu. yds.
- 8 Renovations/additions
- 3 Rip-Rap stabilization
- 6 Shore access (stairs or steps)
- 0 Swimming Pool
- 0 Vegetative clearing
- 0 Flood Hazard Development Major
- 0 Flood Hazard Development Minor

Total town permits issued =95 (of that amount 28 was in the Shoreland Zone) Total permit fees collected to defray expenses - \$4,854.95 Estimated Valuation (when given) = \$1,819,181.00





TOWN OF OWL'S HEAD, MAINE

Please remember, sheds, on pads or skids, are still structures as defined in the ordinance and do require permits.

I have been working with the Planning Board for Land Use Ordinance updates and a Site Plan Review Ordinance for voter consideration. Contact me if I can answer any questions about these ordinances.

I am pleased to report there were no significant violations of Land Use during this period. Several site visits were made prior to vegetative clearing or tree cutting/trimming as requested by owners.

Again, because the town stayed reasonably consistent with past practices we saw little change in the number of permits processed.

And as always, I would rather assist than enforce, so please contact me with any questions you may have that I may answer in my capacity as your Code Enforcement Officer.

Respectfully Submitted,
Scott E. Bickford
Code Enforcement Officer





TOWN OF OWL'S HEAD, MAINE

OWLS HEAD FIRE DEPARTMENT

07/01/10 to 06/30/2011

During the period the Fire Dept responded to 24 calls for assistance. This year along with the regular time, date and type of calls I have included the number of personnel responding to emergencies. I have noted Firefighters (FF), Fire Police (FP), and Junior Firefighters (JF) responding. At some you will see precious few personnel are responding. Note: Junior firefighters are not allowed to actually fight fires by Bureau of Labor rules. They can learn, work with hoses, replace air bottles and make sure everyone is hydrated.

At a structure fire in May everything worked out well and the house was saved with relatively little damage but it wasn't because of Owls Head Fire personnel. We owe a great deal of thanks to Rockland and South Thomaston firefighters who we had earlier included in the first call for structure fires. Owls Head only had 4 firefighters on scene when 20 or 25 were needed. We really could use more help.

Please, if you want your fire insurance rates to stay affordable. If you care at all about your town consider joining the fire dept. All equipment and training is supplied. After initial training you will need to put an average of less than 10 hours a month attending training drills and meetings. Can't you afford that? Men and women ages 16 to 116 are welcome.

We are also looking for people to start and run the fire dept auxiliary again. We used to have a strong auxiliary. We paid for the dept with suppers and sales. This is not a firefighting position. You don't have to be in shape, have to be young or want to jump into a fire. It is keeping interest up in the fire dept, assisting at the bigger incidents with food, etc.

Contact me or any member for more information and an application and manual.

TIME	DATE	TYPE OF CALL	FF	FP	JF
00.42	06/11/12	Ambulance Assist - code	3	1	0
03.05	05/03/12	Structure Fire – Barn & House	4	1	1
19.20	05/01/12	Ambulance Assist – code	4	1	0
14.32	05/01/12	MVA w/Injury	2	0	0
15.30	05/01/12	Sprinkler Flow Alarm	1	0	0
19.56	03/31/12	Fire Reported In Woods	6	2	0
12.47	03/31/12	Mutual Aid So Thom - Struct Fire	6	2	0
13.28	02/25/12	Alarm Investigation	7	1	0
19.30	02/24/12	MVA w/o injury	8	1	0





TOWN OF OWL'S HEAD, MAINE

02.25	01/15/12	Alarm Investigation	2	0	0
04.00	01/11/12	Alarm Investigation	5	0	0
19.30	01/11/12	Tree IN Roadway	3	1	0
10.30	12/04/11	Ambulance Lift Assist	4	2	0
05.29	12/03/11	Ambulance Assist – code	7	2	0
23.10	11/05/11	MVA – Car V House	7	2	0
22.19	10/19/11	MVA – Rollover	8	1	0
11.40	10/14/11	Utility Wires Down	1	1	0
15.20	10/05/11	Ambulance Lift Assist	4	1	0
21.55	09/24/11	Smoke Investigation	6	2	0
07.15	09/20/11	Carbon Monoxide Alarm	2	1	0
10.40	08/28/11	Boating Rescue	3	1	0
18.20	08/28/11	Fire In Utility Pole	11	2	0
19.37	08/06/11	Alarm Investigation	6	2	0
08/20	07/27/11	Ambulance Lift Assist	2	1	0

Add the Officer-In-Charge to all calls

Respectfully Submitted,
Chief Frank E. Ross





TOWN OF OWL'S HEAD, MAINE

911 ADDRESSING REPORT

This summer my and my wife's home on North Shore Drive was hit by lightning and that started a fire in the basement. Every member on the fire department knows where I live, but they probably do not know where you live !

Is your street number posted on your home and visible from the street ?

4 Inch (minimum) numbers must be posted on your home and may also be posted on your mailbox also.

- Numbers need to be posted on a contrasting background so they stand out day or night, summer and winter.
- Numbers must be reflective so that they can be seen clearly at night.
- House numbers have to be visible from the street.
- If your home is more than 50 feet from the road you need to put your numbers at the end of your driveway as well.
- You may use your mailbox if it is directly in front of your home or the end of your driveway.
- The mailbox must be the only one at that location. The numbers must be 4 inches or more high.
- You may use a post or a tree or even a rock if it is tall enough that numbers can be seen with snow on the ground.
- Numbers must be reflective and be mounted on a contrasting background so that it may be easily seen day, night, summer or winter.
- Your numbers must be able to be seen from any direction a vehicle can approach from.

Please Remember

“Emergency Services Can't Help You If They Can't Find You”

Reflective numbers are available from a lot of building and hardware stores in the area and the fire department has them available in various colors too.

Respectfully submitted.

Frank E. Ross, Addressing Officer





TOWN OF OWL'S HEAD, MAINE

REPORT OF THE PLUMBING INSPECTOR

I herewith submit my eighth annual report as your Plumbing Inspector. Plumbing permits were issued for the fiscal year July 1, 2011-June 30, 2012 as follows:

Internal Plumbing (within the building)	24
Subsurface Wastewater (septic systems or parts of)	14
Public Sewer connection	0

Total fees collected: \$ 4440.00 of which:

VA (25%) of \$ 4440.00 = \$ 1110.00 and paid to the State as required by law.

3/4 (75%) of \$ 4440.00 = \$ 3330.00 and paid to the Plumbing Inspector.

The state still requires the town to collect and send to them \$15.00 for each complete septic system installed. The money we forward is given to the Department of Marine Resources. The reason given was to help fund three new employees. Fee(s) collected (we keep none) and passed onto the state for (DMR) = \$170.00

Currently the state minimum for internal plumbing is \$10.00 per fixture with a \$40.00 minimum. A complete septic system is \$250.00 plus the \$15.00 D.M.R. fee. A \$20.00 variance fee is not uncommon with small lots, setbacks, soil restrictions or well placements being the most common reasons. Other fees are available on request for system components such as a septic tank only.

Please consider asking for a system and tank inspection when you have yours pumped. A repair such as a tank baffle, can be a great investment towards a systems life performance.

I wish to thank David Kalloch who continues to be the Deputy Plumbing Inspector. He will respond only when contacted by the town or me as done previously. A permit issued is not complete unless it has the completion inspection signature and shall be filed as such.

All Plumbing and Septic Records are being filed at the Town Office by Map and Lot for easy retrieval. I am also filing electronically for quick referral for record status. Please stop by, or call if you need any information from those records. Don't hesitate to contact me if I may be of service.

Respectfully Submitted,
Scott E. Bickford
Plumbing inspector





TOWN OF OWL'S HEAD, MAINE

REPORT OF ANIMAL CONTROL OFFICER

Report from the Animal Control Officer during the period of July 1, 2011 to July 1, 2012. The following complaints were acted upon:

1. Late dog license follow up	86
2. Telephone messages	165
3. Telephone responses	139
4. Animal shelter trips	34
5. Lost pets	24
6. Found pets	21
7. Dead animal responses	29
8. Nuisance dogs	12
9. Wild animal responses	57
10. Dangerous dogs	1
11. Quarantine notices	5
12. Roaming pets	14
13. Dog bites	2

Total Hours – 191

Total miles 1,506

This year showed slight improvement as we had 86 late dog licenses, finally last one done on June 24, 2012. Six months is not an acceptable length of time to get caught up. You all know or should know the licenses are due by Dec 31st for year 2013. New tags are usually at the town office by mid October, let's try a little harder this year.

Animal Welfare Laws:

Chapter 3911 Dogs at large states: It is unlawful for any dog, licensed or unlicensed to be at large, except when used for hunting. The owner or keeper of any dog at large is subject to the penalties provided in this chapter.

Town of Owls Head ordinance:

Chapter 33 abatement of animal nuisances also covers dogs at large.

Once more I attended Animal Control Officers School in Bangor, Maine.

With few exceptions my work as your Animal Control Officer is a pleasure, the only way It could improve is if all the citizens of Owls Head would realize I do not make the Animal Welfare Laws nor our Town Ordinances. My job is only to enforce them.

As always please remember to spay/neuter and license.

Respectfully,
Gordon Poland
Animal Control Officer





TOWN OF OWL'S HEAD, MAINE

FOREST FIRE WARDENS REPORT

There were no grass, brush or forest fires in Owls Head this year. Though there were calls in most municipalities in Knox County for these fires. Great care should be taken when burning outside when the weather is dry. Always get a permit. The information on it can save your property and your neighbors and it can save you a lot of money in fines and costs for suppression. One person was issued a court summons for burning without a permit this year. A repeat offender.

Owls Head requires you to have a written permit in hand signed by the fire chief for all out-of-door fires including campfires and metal or terracotta fireplaces used outdoors. This also includes online permits. In the past we have had problems with campfires being built in unsafe areas and calls for fires that were unnecessary which are expensive for the Town. We have yearlong permits for campfires and outdoor fireplaces made of metal and terracotta such as you buy or build. Very few outdoor fireplaces do not require a permit. Call for a free inspection or to find out the requirements. The first time we inspect your area and burner and then if there is no change the next year you can get a permit by just picking one up. No cost ever for permits issued in-town or for inspections. Remember campfire permits can only be used to burn firewood, and marshmallows.

Permits are issued and outdoor fires, campfires and those in metal and terracotta fireplaces are allowed from 5 to 10pm nightly provided the weather and wind conditions permit. Brush and slash, grass and other fires used to destroy materials are also permitted when it is raining out or when snow covers the ground. Written permits are always required. Raining means raining and covering means covering. This is a state rule!

Call 594-4076 for fire permits. Calling after 4pm or so is best to insure the conditions are OK to burn. Permits are not issued in advance because of the ever changing coastal conditions.

Never burn paper, cardboard, plastics, rubber, metals or any other items now illegal to burn per the Maine Dept of Environmental Protection. Fines up to \$10,000 can be handed down by the EPA/DEP.

FIRE PERMITS – 594-4076 after 4pm on the day you want to burn or to obtain campfire information, inspections, and permits.

Respectfully submitted,
Frank E. Ross,
Forest Fire Warden





TOWN OF OWL'S HEAD, MAINE

BULK WASTE TRANSFER FACILITY -WOOD DUMP-

The amount of material being hauled out of the transfer facility has slowed some, a sign of the drop in work being done on buildings in town and the economy.

The facility had been inspected and is in compliance with the Maine Department of Environmental Protection.

Andy York, the attendant, does a great job keeping the facility clean, running smoothly, and keeping those coming into the facility advised as to where the material brought in need to be left. In my report to the Selectmen and Budget committee this year I suggested that a small building is needed for the attendant to wait for customers to come into the facility. Now he must wait, summer and winter in his vehicle. Running the vehicle in the winter to keep warm and all at his own expense. A small building or even a converted 20 foot shipping container would be relatively inexpensive and would provide a secure place for the attendant to leave his tools, shovels, rakes, pitchforks and such that he now keeps outside in the back of his pickup truck. It would be nice to have a porch or even an umbrella to sit under in the summer to get out of the relentless sun that is down there.

Compost - This year we finally gave away all of the compost that has been accumulating in the facility for years. Now we are waiting for another "crop" of compost to work and break down into that black gold amendment to lawns and gardens. By spring we should have more available.

Trash & Garbage - Remember to go through your load and remove trash. Paper, cardboard and other stuff like garbage. That must be taken to the facility on Buttermilk Lane. Our license forbids trash and garbage from being left in this facility. The Town and therefore you could be fined since you, personally, are liable for the material you dump.

Burn Pile - We also ask that brush and trees meant for the burn pile be cut into manageable sizes. No more than 8 foot and smaller for large wood. The attendant has to handle it by hand when he burns. Also make sure that any brush, trees and wood are inside the 4 posts of the burn area. We can only burn inside that area and restacking that material by hand is impossible. We have to hire a loader at considerable expense. Now you can be assessed an extra \$10 per load if you leave material outside the area.

Please keep vehicles off from the grassed areas. This facility is built on a closed landfill and if you drive on the grassed area you could break through the landfills cover. That will mean a big bill for you to repair the cover.

Respectfully submitted,
Frank E. Ross , System Manager





TOWN OF OWL'S HEAD, MAINE

REPORT OF TOWN HEALTH OFFICER

No communicable diseases have been reported to the Officer for the past year. Parents and teachers are urged to notify the Health Officer should any diseases such as measles, chicken pox, etc. be diagnosed. Parents are encouraged to get their children immunized.

Protect yourself from West Nile Virus which is carried by infected mosquitoes. The first sign of West Nile Virus in an area has been the discovery of dead birds (especially crows) which have been infected by mosquitoes. To report dead bird sightings call toll free number 1-888-697-5846.

You can reduce your risk of mosquito bites by wearing long-sleeved shirts, long pants, shoes and socks when outdoors. Use insect repellent according to the directions on the label. Avoid being outdoors at dusk and dawn when mosquitoes are most active. Drain sources of standing water where mosquitoes breed and keep porch and window screens in good condition.

Ticks are a big concern this year. To help prevent getting bit, wear light colored protective clothing, use EPA-approved insect repellent on skin or clothing, use caution in tick infested areas and perform daily tick checks. Also protect your pets, use repellents and have a Lyme disease vaccine for dogs.

Remove ticks immediately. They usually need to attach for 24 hours to transmit Lyme disease. Consult a physician if you remove an engorged deer tick. They have tick spoon available at any pet store that works great on people and animals.

Respectfully submitted,

Jill Delaney, Health Officer





TOWN OF OWL'S HEAD, MAINE

ASH POINT CEMETERY REPORT

Investments, Income, Interest and Expenses for the year ending 6/30/12

The Certificate of Deposit (CD) invested with the Camden National Bank is a 24-month agreement with interest at the rate of 00.70%. As in the past, upon the anniversary of this CD on October 21, 2013, it will be reinvested at the best term and rate that can be obtained.

Expenses:

Maintenance, mowing, painting and repair of headstones \$ 4,200.00

As in past years, Terry Morang of Owls Head has the contract for mowing and trimming the cemetery and he has done a fine job.

Investments:

Perpetual care money invested with the Camden National Bank is \$15,876.37.

To keep the cemetery looking fine and respectful, please help by removing old weathered real and plastic flowers.

Again, there are some lots for which a perpetual care fund has not been paid. With that in mind, please call Alvin S. McNeilly at 594-8089 with any questions. Funds are needed to help meet the annual expenses of mowing, stone care, fencing and driveway maintenance. Any amount you care to give noting that it is for the Ash Point Cemetery perpetual care fund would be appreciated. Please send to:

Ash Point Cemetery Perpetual Care Fund
% Town of Owl's Head
P.O. Box 128
Owl's Head, ME 04854

Thanks for your help and caring.

Alvin S. McNeilly

For the Ash Point Cemetery Association
Irving McConchie
Bessie Thayer





TOWN OF OWL'S HEAD, MAINE

MUSSEL RIDGE HISTORICAL SOCIETY

Another busy and somewhat productive year for the Mussel Ridge Historical Society, has passed. We continue to raise funds for the restoration of the three old buildings that we lease from the Town of Owl's Head. The Grange Hall, The Village School, and "The Old Homestead". No small undertaking to say the least! These monies are realized through bake sales, lawn sales, craft fairs, raffles and generous donations from interested people.

We are hoping that the land we are asking the town to deed to the Mussel Ridge Historical Society (article in this annual town warrant) will give our schoolhouse fund a big boost, and we will be able to go forward with some much needed repairs to these buildings. Our plan is to sell the property, putting it back onto the tax rolls and enabling us to put money into town owned property.

We continue to hold the popular Town picnic at The Old Homestead, each year in July. Last year we added "bean hole beans" to our menu. This event is lots of fun for all. Another One Room Schoolhouse Reunion was held in May with a pot luck supper, slide show of old school pictures and lots of reminiscing.

In August 2011 we hosted an outstanding slide presentation by Kevin Johnson, photo archivist at Penobscot Marine Museum. The photos were mostly Owl's Head shots from the Eastern Illustrating and Publishing, and Elmer Montgomery collections. During August and September 2012 we will again join with Penobscot Marine Museum to bring to our town "Knox County Through Eastern's Eye", a traveling exhibit of historic black and white photos. This collection will be hung in the upstairs meeting room at the Community Building, from August 1st through September 30th. A reception is planned for early August.

The Mussel Ridge News continues to be published four times yearly with many interesting articles and pictures. Anyone interested in writing something for this publication should contact Tom Christie. The newsletters are available at the Town Office, Post Office, and airport, as well as at businesses around town. The 5th annual craft fair will be held at the Owl's Head Transportation Museum this year on 11/17/12. We are very excited about this change of venue, as it will put everything on one floor, allow for more crafters to participate and allow for us to serve a luncheon, something folks have been asking for. Any crafters interested in participating should call 594-243 8 for more information.

The Mussel Ridge Historical Society would like to thank our friends and neighbors for supporting our projects, generously donating baked goods and lawn sale items, attending our events and co-operating with our roving reporter. We also offer a special Thank You to Terry Morang for mowing at the Old Homestead for many years.

Respectfully submitted,
Kay Dodge, President Mussel Ridge Historical Society.





TOWN OF OWL'S HEAD, MAINE

BOARD OF APPEALS

July 1, 2012

The Owls Head Board of Appeals received no applications between the dates of July 1, 2011 through June 30, 2012.

The Board requests that if you are considering work that requires permits, variances, or is out of the ordinary for any reason, please do some research to determine your best course of action. The zoning ordinance is available at the town office, and some reading and questions can save everybody a lot of time and expense.

Respectfully submitted:

Rodney Mason for the Owls Head Board of Appeals





TOWN OF OWL'S HEAD, MAINE

OWLS HEAD AIRPORT COMMITTEE

The Owls Head Airport Advisory Committee has been continuing to work with the town Selectmen on the outstanding issues of the Budget car rental parking lot and the temporary signage at the airport. The Selectmen have written to the County on several occasions as the airport has not been willing to work with us on the parking and signage issues.

In addition, we reviewed the airport's plan for tree topping and removal and we were told that the work is in South Thomaston.

The issue of expansion of the airport at the Dublin Road/Ashpoint Road intersection is still pending and we have not heard anything further on this matter.

Ken Wexler, chairman
July 2012





TOWN OF OWL'S HEAD, MAINE

THE OVERSEER OF THE POOR

In the 2011-2012 fiscal year the town has assisted 6 families in the amount of \$1348.00. The State has reimbursed the Town \$337.00 of the monies issued.

Respectfully submitted,

Nancy Colson





TOWN OF OWL'S HEAD, MAINE

2011 -2012 REPORT OF THE OWL'S HEAD CEMETERY COMMITTEE

Just a reminder, the Town cemetery, at the corner of Dublin Road and Ash Point Drive, is open and available for those desiring an internment location. Information is available at the Town Office.

Michael Voncannon expressed an interest in volunteering on the Cemetery Committee and was accepted as a member. As part of her introduction, the Cemetery Committee took a tour of all the Town's cemeteries, except for Cooper's Beach Cemetery on Oak Run, whose access couldn't be found. Since then, the Committee has learned of its exact location and will schedule a visit sometime during the year.

During the tour, the Committee noticed that a number of headstones were fallen or broken. Ken Crane and Bill Gay are looking into the feasibility of contracting the repair work or finding volunteers who know, or are willing to learn, the craft of repairing markers. If anyone has that skill and/or is interested in helping out with a repair program, please contact us.

At the Town's Selectmen's request, the Cemetery Committee looked at land that is abutting Evergreen Cemetery and advised the selectmen on the possibility of using the property to expand the cemetery.

And last, but not least, we are also very thankful for the good job Terry Morang continues to do keeping the town cemeteries cleaned, mowed, and trimmed. Your efforts are greatly appreciated.

Respectfully submitted,

Kennedy Crane III
William G. Gay
Michael Voncannon

The Owl's Head Cemetery Committee





TOWN OF OWL'S HEAD, MAINE

OWLS HEAD VILLAGE LIBRARY REPORT

Dear Patrons and Readers of Books

The Owls Head Village Library is open for business. From June through October we have evening hours on Wednesday, 6:30pm to 8pm, in addition to our regular Saturday hours of 9am-5pm.

I continue to be on a self check-out system. Please remember to enter the DUE dates on both the card and due slip, not the date you are checking the material out. Come often because I am constantly bringing in new books and rotating out others. This applies to both fiction and non-fiction. It does not apply to any Maine books I have acquired—they remain at the library. Our children's room has been thinned out due to the diminishing population of small children. I do keep some material because our summer people use it quite a bit. There is a Beach Book section comprised of paperbacks that are easily replaceable in case they are lost or left behind in a summer house. As a reminder, I also stock some DVD's and VHS tapes. There is a "family" collection as well as drama, comedy and Maine non-fiction..

Our thanks once again to Terry Morang who keeps our yard mowed and the Owls Head Garden Club for their valiant work on the window boxes.

In case you are unaware, the library does not charge fees to join or for overdue books, although we do discourage the latter. We rely on your financial donations to keep me in book money. I do take book donations but since we have discontinued the annual book sales, I must be selective in what I can accept. Please call ahead and leave a message if you have material to donate. Fiction and biographies and of course any Maine books are usually taken. Limited space dictates that I do not keep duplicates. Magazines are not something we collect.

Thank you for your continued support and I hope you can make it in sometime this year.

Sincerely,

Deena Carafelli
Librarian,

Owls Head Village Library
593-0302





TOWN OF OWL'S HEAD, MAINE

REGIONAL SCHOOL UNIT 13

ANNUAL REPORT

This is the third annual report to the citizens served by RSU 13 concerning the conditions and progress of the public schools in the municipalities of Cushing, Owls Head, Rockland, Saint George, South Thomaston, and Thomaston.

RSU 13 is governed by the School Board. These individuals are elected by their city/town and serve all six municipalities as Directors of the Regional School Unit. The members of the RSU 13 Board are:

Esther Kilgour, Chair	Rockland	Term Ending	2012
Loren Andrews, Vice Chair	Cushing	Term Ending	2015
Carol Bachofner	Rockland	Term Ending	2014
Sally Carleton	Owls Head	Term Ending	2014
George Emery	St. George	Term Ending	2013
Sherman Hoyt	St. George	Term Ending	2015
Brian Messing	Rockland	Term Ending	2012
William Pearce	Rockland	Term Ending	2013
Donald Robishaw	Rockland	Term Ending	2013
Darryl Sanborn	Thomaston	Term Ending	2014
Open	So. Thomaston	Term Ending	2014

Maine State statutes outline the specific duties and responsibilities of the Board of Directors. They are responsible for policy development and approval, finances, evaluation, public relations, personnel, negotiations, and the selection and employment of the Superintendent. Each of these roles is very time consuming and directors give freely of their time to insure that school programs provide students with the best educational programs and services within the District's means.

A MESSAGE FROM RSU 13'S NEW SUPERINTENDENT

Greetings to everyone in the RSU 13 school district community! I am honored and humbled by the School Board's unanimous vote of confidence in me and am excited about beginning what I hope will be a long and successful relationship with the Board and each and every student, staff member and citizen of our six towns. It is indeed an awesome responsibility to lead our schools into a future dedicated exclusively to successful outcomes for every student we serve.

I am very grateful for the sense of teamwork I feel in this district and in the community's passion for assuring that RSU 13 excels in academics and all aspects of a student's





TOWN OF OWL'S HEAD, MAINE

experience here. As with every 'reorganized' school district in Maine, I am sure that the transition from two distinct and separate districts into one cohesive unit has been a real challenge. That process does not come without significant growing pains but we are all ready now to move forward as a team, our eyes always on the prize of student achievement and success, and our actions and energies aligned to that purpose. My goal and your goal will be to see RSU 13 recognized as the top-performing district in Maine, not only in student academic achievement but in all the other measures of a healthy and prosperous student body. We can and will accomplish this together.

For the next few months, I will remain as Vinalhaven's part-time Superintendent and will devote at least two days weekly here in RSU 13. I do plan on visiting each school on a monthly basis to see and speak with our staff and our kids. I look forward to meeting as many of you as possible in these next few months so that I can learn from you and understand your perspective and suggestions.

Thanks again for welcoming me into the RSU 13 community. We have great things in store for us and I'm so glad you've invited me along!

Lew Collins

SCHOOLS

During the third year of our consolidated district, our schools continued to unify programs and work towards equitable and coordinated educational offerings for all RSU 13 students.

Cushing Community School serves children in grades K-4 from Cushing. End-of-year enrollment was 69 children in 5 classrooms. Beth Chamberlin is Principal of Cushing Community School.

Gilford Butler School serves children in grades K-2 from Owls Head and South Thomaston. End-of-year enrollment was 78 students in 5 classrooms. Mary Alice McLean is Principal of Gilford Butler School.

Lura Libby School serves children in grades K-4 from Thomaston, as well as a regional special education life skills program. End-of-year enrollment was 160 children in 10 classrooms. Beth Chamberlin is Principal of Lura Libby School.

Owls Head Central School serves children in grades 3-5 from Owls Head and South Thomaston. End-of-year enrollment was 65 children in 4 classrooms. Susan Stilwell is Principal of Owls Head Central School.





TOWN OF OWL'S HEAD, MAINE

Rockland District Middle School serves children in grades 5 from Rockland and grades 6-7 from Owls Head, Rockland and South Thomaston, as well as a regional special education day treatment program. End-of-year enrollment was 207 students. Kathryn Hollicker is Principal of RDMS.

Saint George School serves children in grades K-7 from Saint George. End-of-year enrollment was 187 children in 12 classrooms. Mary Alice McLean is Principal of Saint George School.

South School serves children in grades K-4 from Rockland. End-of-year enrollment was 278 students in 17 classrooms. Todd Martin is Principal of South School.

Thomaston Grammar School serves children in grades 5-7 from Cushing and Thomaston, as well as regional special education programs in life skills and day treatment. End-of-year enrollment was 143 students in 12 classrooms. Susan Stilwell is Principal of Thomaston Grammar School.

Oceanside High School-West (formerly Georges Valley High School) serves students in grades 8-9 from all six towns. End-of-year enrollment was 344 students. Larry Schooley is Principal of OHS-W.

Oceanside High School-East (formerly Rockland District High School) serves students in grades 10-12 from all six towns, as well as regional special education day treatment and life skills programs. End-of-year enrollment was 485 students. Tom Forti is Principal of OHS-E.

McLain School is the home of district offices and services for RSU 13. A regional alternative education program for high school students is located in this school. The Board Room is located here where School Board meetings are televised. They are held on the first Thursday of the month at 6:30pm.

LOOKING TO THE FUTURE

The past three-year period has been a time of significant transition and change for our mid-coast area schools. It began with the voter approved merger of our two neighboring districts (MSAD 5 & MSAD 50) in the summer of 2009 and the initiation of RSU 13 as a newly consolidated district. The district has since moved to close the McDougal School in Rockland – bringing those elementary grades into the South School, consolidated transportation and maintenance efforts along with administrative services, and established a new and innovative structure for secondary education in RSU 13. Students in grades 8 and 9 are now educated at Oceanside High School West (formerly Georges Valley High School) and students in grades 10 through 12 are being served at Oceanside High School East (formerly Rockland District High





TOWN OF OWL'S HEAD, MAINE

School). These and several other initiatives have been pursued with the intent to maintain the quality and diversity of programs in the face of declining enrollments while also being respectful of community resources and values.

RSU 13 once again finds itself in an exciting period of opportunity and possibility as we continue to explore what it means to be a unified school district, and realize the potential that we mutually share to enrich learning for all of our students and strengthen our educational partnership. Within this context there are premier projects that deserve highlighting:

Strategic Planning: At the beginning of the 2011-1012 school year, a Strategic Planning Team -- comprised of representatives drawn from our six communities, the staff, the board, and the administration -- was convened to lead a process focused on developing a five-year strategic plan for the school district. Intended to be a blueprint for action, the strategic plan will ultimately identify priorities that will be adopted by the RSU 13 School Board, then implemented by the administration and staff. The priorities will be accompanied by a set of leading measures that will track progress and the effectiveness of the district's education system. Areas of focus will entail teaching and learning; recruitment, retention, and evaluation of staff; financial matters; facilities; community engagement; and development. Engaging the public and gleaned from the citizens of RSU 13 their thoughts and ideas for guiding the district toward excellence over the next five years will heavily influence the content of the strategic plan. To this end a Community Forum was held on the evening of February 29th at Oceanside High School East in Rockland. The Strategic Planning Committee was very pleased to have over one hundred residents turn out for this event that included brief presentations relevant to RSU 13, the strategic planning process, and the emerging challenges facing our students as we look towards and plan for the future. Most importantly, forum participants had the opportunity to meet in small discussion groups and share ideas and recommendations in response to focused questions that had been designed by the Strategic Planning Team. All of the comments and recommendations received at the forum will be consolidated and analyzed so that prevalent themes and concerns can be identified, prioritized, and respectfully considered in continuing strategic planning deliberations. The Strategic Planning Team and RSU 13 School Board were also heartened and thankful to welcome parents, students, interested community members, and RSU 13 educators as forum participants.

Many Flags One Community (MFOC): This important project continues to move forward as a future possibility for our communities. The application for this innovative educational design was selected as the top-ranked project statewide. Our project calls for the consolidation on one campus of a new Oceanside High School and the Midcoast School of Technology, with facilities for the University of Maine, the Maine Community College System, and industry training centers such as the Marine Sys-





TOWN OF OWL'S HEAD, MAINE

tems Training Center. Even though we ranked first, the funding is delayed pending state budget conditions. The planning efforts and experiences brought to bear in creating Oceanside High School will provide a solid foundation for moving ahead with Many Flags One Community when circumstances and funding permits. You may follow developments by visiting the MFOC website, www.manyflags.org.

RSU 13 FINANCES

In these challenging financial times it is also important to note what forming RSU 13 has meant for our Mid-Coast communities. The budget for MSAD 5 for July 1, 2008 to June 30, 2009 was \$16,347,402. The MSAD 50 budget was \$12,409,722. So, combined budgets for the SADs equaled \$28,757,124. The RSU 13 budget for July 1, 2012 to June 30, 2013 is **\$26,462,700** or **\$2,294,424** less than the combined SAD budgets from four years ago. The formation of the RSU has had tremendous taxpayer savings over the past three years – totaling more than nine million dollars. More importantly, the formation of the Oceanside High School has allowed for far greater course offering for all students that neither SAD was able to afford to deliver.

We are also pleased to inform community members that RSU 13 continues to grow and progress in several key areas by maintaining program capacity and quality, and by expanding services within reasonable limits during these very challenging times. Through careful budget planning and restructuring efforts RSU 13 is:

- Maintaining reasonable class sizes and a well-balanced educational program.
- Sustaining critical efforts for providing academic interventions.
- Providing local funds for workshops and other professional development that can also be used to leverage additional federal grant resources.
- Continuing support for teachers enrolling in graduate level coursework.
- Setting aside critical funding for expanded educational technology and capital improvements.
- Building capacity and improving coordination within special education programming for student and teacher support.
- Assuring that all academic and allied arts programs are equitably administered in all RSU 13 schools.
- Expanding elementary world language instruction throughout the RSU.
- Expanding high school technology courses and technology integration support for teachers.
- Providing additional services for high school students in supporting increased graduation rates and post-secondary planning.

RSU 13 is proud of these budget planning priorities, the progress they indicate, and the values they represent as our consolidated district continues to grow and become more unified.





TOWN OF OWL'S HEAD, MAINE

CONCLUSION

RSU 13's professional staff and service personnel strive to serve our communities' students and to insure that the best use is made of tax dollars. The RSU 13 audit for Fiscal Year 2010-2011 has been received and is on file at the Office of the Superintendent, 28 Lincoln Street, Rockland, Maine.

The RSU 13 Adult Education program continues to thrive and provide a variety of programs and opportunities to adults and children in our region. We urge all citizens to take advantage of the many listings in the program guide that is provided at the beginning of each semester. While our free classes in college preparation remain open to the public, and are well attended, it is the diversity of offerings in vocational enrichment and life-long learning that truly reminds us that, at any age, education is the heart of our community.

We invite you to visit our website, www.rsu13.org, for more information about all of our schools and district programs. Those interested may also review district-wide assessment results by clicking on 'Assessment Data' under the 'Central Office' website banner.

On behalf of the staff, a sincere 'thank you' is extended to the citizens of our six municipalities, to parents and to our students for your continued support. Your interest and cooperation greatly assists us in carrying out our responsibilities to RSU 13 children. If there are any questions concerning this report, do not hesitate to call our office or any of the schools.

Your schools are filled with dedicated professionals working hard to serve your children. We thank you for giving us the opportunity to serve your children.

Lew Collins
Superintendent of Schools

Neal Guyer
Interim Superintendent of Schools

Scott Vaitones
Business Manager





TOWN OF OWL'S HEAD, MAINE

James W. Wadman

CERTIFIED PUBLIC ACCOUNTANT

James W. Wadman, C.P.A.
Ronald C. Bean, C.P.A.
Kellie M. Bowden, C.P.A.
Wanese L. Lynch, C.P.A.

INDEPENDENT AUDITOR'S REPORT

August 2, 2012

Members of the Board of Selectmen
Town of Owl's Head
P.O. Box 128
Owl's Head, ME 04854

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and the aggregate remaining fund information of the Town of Owl's Head, Maine as of and for the fiscal year ended June 30, 2012, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town of Owl's Head, Maine's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and the aggregate remaining fund information of the Town of Owl's Head, Maine as of June 30, 2012, and the respective changes in financial position and cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 2, 2012, on our consideration of the Town of Owl's Head, Maine's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 8 and 34 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

TEL. (207) 667-6500
FAX. (207) 667-3636

295 MAIN STREET
P.O. BOX 889
ELLSWORTH, MAINE 04605





TOWN OF OWL'S HEAD, MAINE

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Owl's Head, Maine's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Respectfully Submitted,

James W. Wadman, CPA

James W. Wadman, CPA





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD, MAINE **Management's Discussion and Analysis** **For the Fiscal Year Ended June 30, 2012**

Management of the Town of Owl's Head, Maine provides this *Management's Discussion and Analysis* of the Town's financial performance for readers of the Town's financial statements. This narrative overview and analysis of the financial activities of the Town is for the fiscal year ended June 30, 2012. We encourage readers to consider this information in conjunction with the financial statements and accompanying notes that follow.

The financial statements herein include all of the activities of the Town of Owl's Head, Maine (the Town) using the integrated approach as prescribed by Government Accounting Standards Board (GASB) Statement No. 34.

FINANCIAL HIGHLIGHTS – PRIMARY GOVERNMENT

Government-wide Highlights:

Net Assets – The assets of the Town exceeded its liabilities at fiscal year ending June 30, 2012 by \$2,044,978 (presented as “net assets”). Of this amount, \$1,046,187 was reported as “unrestricted net assets”. Unrestricted net assets represent the amount available to be used to meet the Town's ongoing obligations to citizens and creditors.

Changes in Net Assets – The Town's total net assets increased by \$130,135 (a 6.8% increase) for the fiscal year ended June 30, 2012. Net assets of governmental activities increased by \$135,141 (a 10.9% increase), while net assets of business-type activities showed a decrease of \$5,006 (a .7% decrease).

Fund Highlights:

Governmental Funds – Fund Balances – As of the close of the fiscal year ended June 30, 2012, the Town's governmental funds reported a combined ending fund balance of \$921,913 with \$696,283 being general unassigned fund balance. This unassigned fund balance represents approximately 18.8% of the total general fund expenditures for the year.

Long-term Debt:

The Town's total long-term debt obligations decreased by \$23,962 (6.0%) during the current fiscal year. The Town issued a new general obligation bond for \$244,288 to refinance the salt/sand shed. Existing debt obligations were retired according to schedule.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains additional required supplementary information (budgetary comparison) and other supplementary information. These components are described below:

Government-wide Financial Statements

The Government-wide financial statements present the financial picture of the Town from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities and business-type activities separately. These statements include all assets of the Town (including infrastructure) as well as all liabilities (including long-term debt). Additionally, certain elimination entries have occurred as prescribed by the statement in regards to inter-fund activity, payables and receivables.

The government-wide financial statements can be found on pages 9-10 of this report.

Fund Financial Statements

The fund financial statements include statements for each of the three categories of activities – governmental, business-type and fiduciary. The governmental activities are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. The business-type activities are prepared using the economic resources measurement focus and the accrual basis of accounting. Fiduciary funds are used to account





TOWN OF OWL'S HEAD, MAINE

for resources held for the benefit of parties outside the Town government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the Town's own programs. Reconciliation of the fund financial statements to the Government-wide financial statements is provided to explain the differences created by the integrated approach.

The basic governmental fund financial statements can be found on pages 11-13 of this report.

The basic proprietary fund financial statements can be found on pages 14-16.

The fiduciary fund financial statements can be found on pages 17-18 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund financial statements. The notes to the financial statements can be found on pages 19-33 of this report.

Required Supplementary Information

This section includes a budgetary comparison schedule, which includes a reconciliation between the statutory fund balance for budgetary purposes and the fund balance for the general fund as presented in the governmental fund financial statements (if necessary).

Required supplementary information can be found on page 34 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets

47.2% of the Town's net assets reflects its investment in capital assets such as land, buildings, equipment and infrastructure (roads, bridges and other immovable assets), less any related debt used to acquire those assets that are still outstanding. The Town uses these assets to provide services to citizens; consequently, these assets are not available for future spending. Although, the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities	Business-like Activities	Total 2012	Total 2011
Current Assets	1,104,920	27,735	1,132,655	918,746
Capital Assets	700,007	719,696	1,419,703	1,494,999
Total Assets	1,804,927	747,431	2,552,358	2,413,745
Current Liabilities	74,200	11,524	85,724	63,038
Other Liabilities	354,337	67,319	421,656	452,530
Total Liabilities	428,537	78,843	507,380	515,568
Net Assets:				
Invested in Capital Assets	321,664	643,845	965,509	1,007,652
Restricted	33,282		33,282	33,282
Unrestricted	1,021,444	24,743	1,046,187	857,243
Total Net Assets	1,376,390	668,588	2,044,978	1,898,177
Total Liabilities and Net Assets	1,804,927	747,431	2,552,358	2,413,745





TOWN OF OWL'S HEAD, MAINE

Changes in Net Assets

Approximately 94.0% of the Town's total revenue came from property and excise taxes, approximately 3.0% came from State subsidies and grants, and approximately 3.0% came from services, investment earnings and other sources. Depreciation expense on the Town's governmental and business-like activity assets represents \$75,296 of the total expenses for the fiscal year.

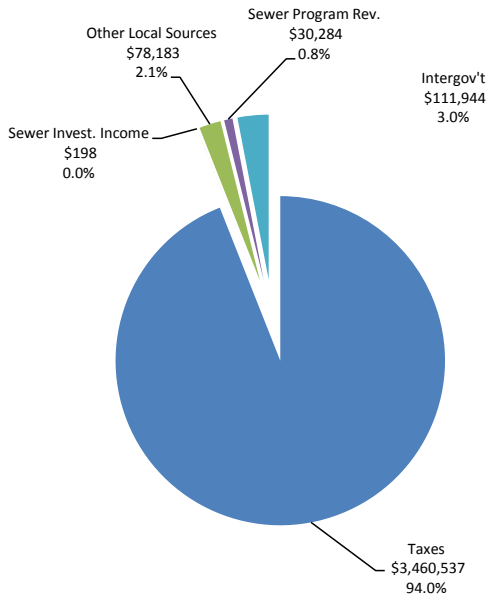
	Governmental Activities	Business-like Activities	Total 2012	Total 2011
<i>Revenues:</i>				
Taxes	3,460,537		3,460,537	3,559,169
Program Revenues		30,284	30,284	30,013
Intergovernmental Revenues	111,944		111,944	163,279
Investment Income		198	198	687
Other Local Sources	78,183		78,183	16,728
<i>Total</i>	3,650,664	30,482	3,681,146	3,769,876
<i>Expenses:</i>				
General Government	232,896		232,896	196,023
Public Safety	232,915		232,915	227,423
Public Works	393,449		393,449	422,293
Human Services	1,756		1,756	1,656
Miscellaneous	37,595		37,595	21,607
Assessments	2,600,632		2,600,632	2,811,067
Sewer System		43,256	43,256	52,134
Transfers	16,280	(7,768)	8,512	-
<i>Total</i>	3,515,523	35,488	3,551,011	3,732,203
<i>Changes in Net Assets</i>	135,141	(5,006)	130,135	37,673





TOWN OF OWL'S HEAD, MAINE

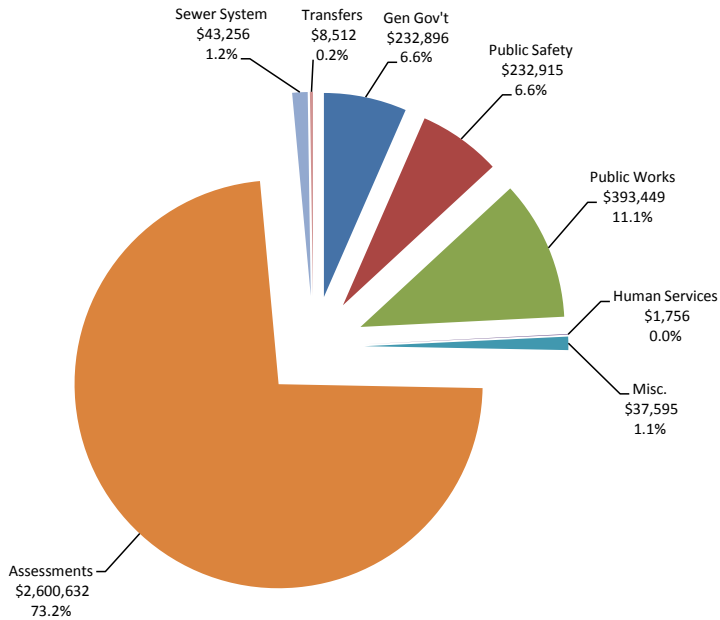
Revenues By Source - Governmental and Business-Like Activities





TOWN OF OWL'S HEAD, MAINE

Expenditures By Sources - Governmental and Business-Like Activities



FINANCIAL ANALYSIS OF THE TOWN'S INDIVIDUAL FUNDS

Governmental Funds

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balance of expendable resources. Such information is useful in assessing the Town's financing requirements. In particular, undesignated fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the fiscal year, the Town's governmental funds reported ending fund balances of \$921,913, an increase of \$250,171 in comparison with the prior year. Approximately 75.5 percent of this total amount constitute unassigned fund balance. The remainder is assigned to indicate that it is not available for spending because it has been committed to liquidate contracts and commitments of the prior fiscal year or for a variety of other purposes.





TOWN OF OWL'S HEAD, MAINE

Variances between actual General Fund revenues and expenditures and the final amended budget included the following:

- \$30,524 positive variance in property taxes due to an adjustment for deferred property taxes and an error in the certificate of assessment.
- \$118,505 positive variance in town roads due to projects planned that did not get completed. This amount will be carried over to the following year.
- \$17,952 positive variance in salt/sand due to mild winter.

Proprietary Funds

The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

CAPITAL ASSET ADMINISTRATION

Capital Assets

The Town's investment in capital assets for its governmental and business-like activities amounts to \$2,171,908, net of accumulated depreciation of \$752,205, leaving a net book value of \$1,419,703. There were no current year additions.

Additional information on the Town's capital assets can be found in Note 3, C of the notes to the financial statements on pages 29-30 of this report.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all citizens, taxpayers, investors and creditors. This financial report seeks to demonstrate the Town's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: Town of Owl's Head, P.O. Box 128, Owl's Head, ME 04854.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD STATEMENT OF NET ASSETS JUNE 30, 2012

Exhibit A

Assets	Primary Government		Component Unit	
	Governmental Activities	Business-Type Activities	Total	Fire Department
Cash and Equivalents	847,149	322	847,471	2,935
Receivables				
Taxes	204,066		204,066	
Tax Liens	38,536		38,536	
Sewer User Fees, net of Allowance for Doubtful Accounts		3,682	3,682	
Accounts Receivable	28		28	
Due From Other Governments	6,987		6,987	
Internal Balances	8,154		8,154	
Capital Assets:				
Land	11,000		11,000	
Other Capital Assets, net of Accumulated Depreciation	689,007	719,696	1,408,703	
Total Assets	1,804,927	723,700	2,528,627	2,935
Liabilities and Net Assets				
Liabilities				
Accounts Payable	8,802		8,802	
Due to Other Governments	1,793		1,793	
Payroll Taxes Payable	4,814		4,814	
Accrued Wages Payable	3,447		3,447	
Prepaid Taxes	7,607		7,607	
Internal Balances	23,731	(23,731)	-	
Accrued Interest Payable		2,992	2,992	
Long-term Liabilities:				
Due within one year	24,006	8,532	32,538	
Due in more than one year	354,337	67,319	421,656	
Total Liabilities	428,537	55,112	483,649	-
Net Assets				
Investment in Capital Assets, net of Related Debt	321,664	643,845	965,509	
Restricted	33,282		33,282	
Unrestricted	1,021,444	24,743	1,046,187	2,935
Total Net Assets	1,376,390	668,588	2,044,978	2,935
Total Liabilities and Net Assets	1,804,927	723,700	2,528,627	2,935

The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B

Functions/Programs	Program Revenues		Net (Expense) Revenue and Changes in Net Assets			Component Unit Business-like Activities
	Expenses	Charges for Services	Operating Grants	Primary Government		
				Governmental Activities	Business-like Activities	
Primary Government						
Governmental Activities						
General Government	232,896	14,494		(218,402)	(218,402)	
Public Safety	232,915	4,990		(227,925)	(227,925)	
Public Works	393,449	11,599	23,159	(358,691)	(358,691)	
Human Services	1,756			(1,756)	(1,756)	
Miscellaneous	37,595			(37,595)	(37,595)	
Assessments	2,600,632			(2,600,632)	(2,600,632)	
Total Governmental Activities	3,499,243	31,083	23,159	(3,445,001)	(3,445,001)	
Business-type Activities						
Sewer Fund	43,256	30,284		(12,972)	(12,972)	
Total Business-type Activities	43,256	30,284		(12,972)	(12,972)	
Total Primary Government	3,542,499	61,367	23,159	(3,445,001)	(3,457,973)	
Component Unit:						
Fire Department	3,323					(3,323)
General Revenues:						
Taxes						
Property				3,142,655	3,142,655	
Auto Excise				288,999	288,999	
Boat Excise				10,405	10,405	
Intergovernmental Revenues				88,785	88,785	
Investment Income				198	198	
Transfers				(16,280)	(8,512)	
Other Local Sources				65,578	65,578	4,376
Total Revenues, Special Items and Transfers				3,580,142	7,966	3,588,108
Changes in Net Assets				135,141	(5,006)	1,053
Net Assets - Beginning				1,241,249	673,594	1,914,843
Net Assets - Ending				1,376,390	668,588	2,044,978





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD BALANCE SHEET - GOVERNMENTAL FUNDS JUNE 30, 2012

Exhibit C

<i>Assets</i>	<i>General Fund</i>
Cash and Equivalents	847,149
Receivables	
Taxes	204,066
Tax Liens	38,536
Accounts Receivable	28
Due from Other Governments	6,987
Due from Other Funds	8,154
Total Assets	1,104,920
<i>Liabilities and Fund Balances</i>	
Liabilities	
Accounts Payable	8,802
Due to Other Governments	1,793
Payroll Taxes Payable	4,814
Deferred Property Taxes	136,260
Deferred Tax Commitment Error	0
Prepaid Taxes	7,607
Due to Other Funds	23,731
Total Liabilities	183,007
<i>Fund Balances</i>	
Restricted	33,282
Committed	37,605
Assigned	154,743
Unassigned	696,283
Total Fund Balances	921,913
Total Liabilities and Fund Balances	1,104,920
Total Fund Balances	921,913
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds, net of accumulated depreciation of \$530,271.	700,007
Certain long-term assets are not available to pay for current fund liabilities and, therefore, are deferred in the funds:	
Deferred Taxes and Liens Receivable	136,260
Certain long-term liabilities are not due and payable from current financial resources and, therefore, are not reported in the funds:	
Bonds Payable	(376,288)
Capital Lease Payable	(2,055)
Accrued Wages Payable	(3,447)
Net Assets of Governmental Activities	1,376,390

The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD

COMBINED STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2012

Exhibit D

Page 1 of 2

	<i>General Fund</i>
Revenues	
Taxes	3,535,855
Intergovernmental Revenues	111,944
Other Local Sources	78,183
Total Revenues	3,725,982
Expenditures	
General Government	229,466
Public Safety	227,721
Public Works	615,161
Human Services	1,756
Miscellaneous	37,595
Assessments	2,600,632
Total Expenditures	3,712,331
Excess of Revenues Over (Under) Expenditures	13,651
Other Financing Sources (Uses)	
Loan Proceeds	244,288
Transfers In	60,937
Transfers Out	(68,705)
Total Other Financing Sources (Uses)	236,520
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	250,171
Fund Balance - July 1	671,742
Fund Balance - June 30	921,913

The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

**TOWN OF OWL'S HEAD
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012**

**Exhibit D
Page 2 of 2**

Net change in fund balances - total governmental funds 250,171

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

Capital asset purchases capitalized	-
Depreciation expense	(55,594)
	<u>(55,594)</u>

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

Deferred Taxes and liens receivable	(75,318)
	<u>(75,318)</u>

Bond proceeds proved current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets:

Capital Lease principal payments	794
Bond Proceeds	(244,288)
General obligation bond principal payments	268,250
	<u>24,756</u>

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Accrued Wages Payable	(362)
Interfund payable	(8,512)
	<u>(8,874)</u>

Change in net assets of governmental activities	<u>135,141</u>
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The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD STATEMENT OF NET ASSETS - PROPRIETARY FUNDS JUNE 30, 2012

Exhibit E

	<i>Wastewater Enterprise</i>
<i>Assets</i>	
<i>Current Assets:</i>	
Cash and Equivalents	322
Due From Other Funds	39,821
Receivables	
User Fees, net	3,682
<i>Total Current Assets</i>	<u>43,825</u>
<i>Noncurrent Assets:</i>	
Capital Assets, net	719,696
<i>Total Noncurrent Assets</i>	<u>719,696</u>
<i>Total Assets</i>	<u><u>763,521</u></u>
<i>Liabilities</i>	
<i>Current Liabilities:</i>	
Due to Other Funds	16,090
Accrued Interest Payable	2,992
Bonds Payable	8,532
<i>Total Current Liabilities</i>	<u>27,614</u>
<i>Noncurrent Liabilities:</i>	
Bonds Payable	67,319
<i>Total Noncurrent Liabilities</i>	<u>67,319</u>
<i>Total Liabilities</i>	<u>94,933</u>
<i>Net Assets</i>	
Invested in Capital Assets, net of related debt	643,845
Unrestricted	24,743
<i>Total Net Assets</i>	<u>668,588</u>
<i>Total Liabilities and Net Assets</i>	<u><u>763,521</u></u>

The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

**TOWN OF OWL'S HEAD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit F

	<i>Wastewater Enterprise</i>
<i>Operating Revenues:</i>	
Charges for Services	30,284
<i>Total Operating Revenues:</i>	30,284
<i>Operating Expenses:</i>	
Administration	9,043
Utilities	690
Repairs and Maintenance	434
Rockland Treatment Usage Fee	8,639
Depreciation and Amortization	37,509
<i>Total Operating Expenses</i>	56,315
<i>Net Operating Income</i>	(26,031)
<i>Nonoperating Revenues (Expenses)</i>	
Interest Revenue	198
Transfer from General Fund	7,768
Interest Expense	(4,722)
Other Expense	(26)
<i>Total Nonoperating Revenues (Expenses)</i>	3,218
<i>Net Income (Loss) before transfers</i>	(22,813)
Add: Depreciation on Fixed Assets Acquired With Contributed Capital	17,807
<i>Change in Net Assets</i>	(5,006)
<i>Total Net Assets - Beginning</i>	673,594
<i>Total Net Assets - Ending</i>	668,588

The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2012

Exhibit G

	<i>Wastewater Enterprise</i>
<i>Cash Flows from Operating Activities;</i>	
Received from Customers	\$22,903
Payments to Suppliers	(\$1,124)
Payments to Payroll	(\$9,043)
Payments to Contracts	(\$8,639)
Other Receipts / (Payments)	<u>\$7,742</u>
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>\$11,839</u>
<i>Cash Flows from Noncapital Financing Activities</i>	
Repayment of U.S.D.A. Bond	<u>(\$12,433)</u>
<i>Net Cash Provided by (Used in) Noncapital Financing Activities</i>	<u>(\$12,433)</u>
<i>Cash Flows from Investing Activities</i>	
Interest and Dividends	<u>\$198</u>
<i>Net Cash Provided by (Used in) Investing Activities</i>	<u>\$198</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<u>(\$396)</u>
<i>Balances - beginning of the year</i>	<u>\$718</u>
<i>Balances - end of the year</i>	<u><u>\$322</u></u>
<i>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</i>	
Operating Income (Loss)	(\$26,031)
Adjustment to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:	
Depreciation	\$37,509
Changes in Assets and Liabilities;	
Receivables, net	(\$558)
Due From Other Funds	\$919
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u><u>\$11,839</u></u>

The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS

JUNE 30, 2012

Exhibit H

<i>Assets</i>	<i>Private Purpose Trust Funds</i>				<i>Total</i>
	<i>Ash Point Cemetery</i>	<i>Cemetery General Care</i>	<i>Hope Bunker</i>	<i>New Cemeter</i>	
Cash	17,089	15,199	13,069	4,049	49,406
Total Assets	17,089	15,199	13,069	4,049	49,406
<i>Liabilities and Net Assets</i>					
Liabilities					
Due to Other Funds		8,150	4		8,154
Total Liabilities		8,150	4	-	8,154
Net Assets					
Restricted	16,456	4,772	10,000	1,300	32,528
Unrestricted	633	2,277	3,065	2,749	8,724
Total Net Assets	17,089	7,049	13,065	4,049	41,252
Total Liabilities and Net Assets	17,089	15,199	13,069	4,049	49,406

The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS FOR THE YEAR ENDED JUNE 30, 2012

Exhibit I

	<i>Private Purpose Trust Funds</i>				<i>Total</i>
	<i>Ash Point Cemetery</i>	<i>Cemetery General Care</i>	<i>Hope Bunker</i>	<i>Nw Cemetery</i>	
Revenues					
New Funds					-
Investment Income	108	49	27	-	184
	108	49	27	-	184
Expenditures					
Administration				51	51
Total Expenditures	-	-	-	51	51
Excess of Revenues Over (Under) Expenditures	108	49	27	(51)	133
Fund Balance - July 1	16,981	7,000	13,038	4,100	41,119
Fund Balance - June 30	17,089	7,049	13,065	4,049	41,252

The notes to financial statement are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Owl's Head have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Financial Reporting Entity

The Town of Owl's Head operates under a Board of Selectmen form of government. The Town's major operations include public works, public safety, human services, recreation and parks, and general administrative services.

For financial reporting purposes the Town includes all organizations, functions, and activities in its financial statements for which it exercises oversight responsibility. Oversight responsibility as defined by the Governmental Accounting Standards Board (GASB) includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters.

Blended Component Units. The volunteer fire department for the Town of Owl's Head operates as a legally separate entity; however it is financially dependent upon the Town. The Town provided approximately 96% of all financial support received by the fire department for the year ended June 30, 2012. The Town believes that the financial statements of the Town would be incomplete without the inclusion of the fire department as a discretely presented component unit.

In addition to entities that should be included within these financial statements, the Town may enter into agreements with other governments for specific purposes. These agreements are referred to as joint ventures or jointly governed entities. The Town participates in the following joint ventures:

COOPERATIVE SOLID WASTE TRANSFER FACILITY – The Town has entered into an interlocal agreement with the Town of Thomaston and the Town of South Thomaston to provide for the disposal of solid waste generated within the territories of the parties. The facility is managed by a Cooperative Solid Waste Committee consisting of two voting members per Town. Operating costs of the facility are allocated among member municipalities based on population. The Town of Owl's Head's costs for fiscal year ended June 30, 2012 was \$118,846.

INTERLOCAL SANITARY SEWER AGREEMENT – The Town has entered into an agreement with the City of Rockland for the City of Rockland to accept the sanitary sewage from Owl's Head delivered to the common boundary of the two municipalities. The Town of Owl's Head paid a one-time connection charge of \$125,760 to the City of Rockland, and the entire cost of designing and constructing the interconnecting line. The responsibility for the administration of this agreement is delegated to the Rockland City Manager, with advice from the Rockland City Council and the Owl's Head Board of Selectmen.

B. Fund Accounting

The accounts of the government are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (continued)

Funds are classified into the following categories: governmental, proprietary, and fiduciary.

Governmental funds are used to account for all or most of the Town's general activities, including the collection and disbursement of earmarked monies (special revenue funds) and the servicing of general long-term debt (debt service fund). The General Fund is used to account for all activities of the general government not accounted in some other fund.

Proprietary funds are established to account for activities for which a fee is charged to external or internal users for goods or services. Their reporting focuses on the determination of operating income and changes in net assets. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other agencies primarily within the Town (internal service funds).

Fiduciary funds are used to account for assets held in a trustee or agency capacity for others and therefore cannot be used to support the Town's own programs.

C. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the Town. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and various intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Town reports the following major governmental funds:

The *general fund* is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Town reports the following major proprietary funds:

The *sewer fund* accounts for the activities of the sewerage operations. The Town operates the sewer collection system and related administrative costs.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Government-wide and Fund Financial Statements (continued)

Additionally, the Town reports the following fund types:

Non-expendable trust funds account for monies held in trust by the Town, the investment earnings from which may only be used for the operation of the program.

D. Basis of Accounting, Measurement Focus, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e. intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when the fund liability is incurred. However, debt service expenditures (if any) are recorded only when payment is due.

Property taxes, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Town.

The Town reports deferred revenue on its governmental fund financial statements. Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the Town before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both the revenue recognition criteria are met, or when the Town has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

E. Assets, Liabilities and Net Assets or Fund Equity

1. Deposits and Investments

Governmental Accounting Standards Statement No. 40 requires the disclosure of interest rate risk, credit risk, and custodial risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the Town invests in short term repurchase obligations and short term investments held by a local banking institution. As a means of limiting its exposure credit risk, the Town limits its investments to those authorized by Maine State Statutes, which authorize the Town to make deposits/investments in insured commercial banks, insured credit unions, and direct debt securities of the United States Government unless such an investment is expressly prohibited by law. For an investment, custodial risk is the risk that in the event of the failure of the counter party the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued)

1. Deposits and Investments (Continued)

As a means of limiting its exposure to custodial risk, the Town requires that, at the time funds are invested, collateral for repurchase agreements be held in the Town's name by a custodial agent for the term of the agreement and investments in obligations of the United States or its agencies be held by the Federal Reserve.

2. Receivables and Payables

Transactions between funds that result in outstanding balances are reported as due to/from other funds.

Property taxes receivable not expected to be collected within 60 days from year-end are classified as deferred revenue. At June 30, \$136,260 has been so classified and reported on the general fund balance sheet.

Property taxes were levied on August 22 on property values assessed on April 1. Taxes were due in two installments due on September 30 and March 16, with interest at 7% beginning October 31 and April 16. Tax liens are placed on real property within 12 months following the tax commitment date if taxes remain delinquent. Liens were placed on the 2011 fiscal year levy on August 12, 2011. The Town has the authority to foreclose on property eighteen months after the filing of the liens if the lien amount and associated costs remain unpaid.

Certain grants received from other governments require that eligible expenditures be made in order to earn the grant. Revenue for these grants is recorded for the period in which eligible expenditures are made.

3. Inventories

Inventories are valued at cost using the first in, first out method.

4. Capital Assets

Capital assets, which property, plant, equipment, and infrastructure (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The Town has not recorded its roads, bridges and similar infrastructure assets during the fiscal year. As allowed by GASB Statement No. 34, the Town intends to report these assets in the upcoming year.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the asset constructed. Property, plant, and equipment are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Infrastructure	30-50
Equipment	10-20

5. Compensated Absences

In the fund financial statements, vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Vested or accumulated vacation leave in the government-wide financial statements is recorded as an expense and liability of the fund as the benefits accrue to employees. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulated right to receive sick pay benefits.

6. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type financial statements. In the fund financial statements, governmental fund types recognize the face amount of debt issued as other financing sources.

Under State Law, no municipality can incur debt, which would cause its total outstanding debt, exclusive of debt incurred for school, storm or sanitary sewer, energy facilities, or municipal airports, to exceed 7.50% of its last full state valuation. A municipality may incur debt for schools not exceeding 10%, storm or sanitary sewers 7.50%, and municipal airports, water districts and special purpose districts 3% of its last full state valuation. In no event can the total debt exceed 15% of its last full valuation. Full state valuation is the valuation of taxable property as certified by the State Tax Assessor, adjusted to 100%.

At June 30, the Town of Owl's Head is in compliance with the above requirements.





TOWN OF OWL'S HEAD, MAINE

**TOWN OF OWL'S HEAD
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (continued)

7. Fund Equity/Net Assets

Fund Balances

In accordance with Government Accounting Standards Board 54, fund balance reporting and governmental fund type definitions, the Town classifies governmental fund balances as follows:

Non-spendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through town meeting voting and does not lapse at year-end.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balances may be assigned by the Town Council.

Unassigned – includes positive fund balance within the general fund which has not been classified within the above mentioned categories and negative fund balance in other governmental funds.

The Town considers restricted, committed, assigned, and unassigned amounts to be spent in that order when expenditures for which any of those amounts are available.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued)

7. Fund Balances/Net Assets (Continued)

Fund Balances

The Town has identified June 30, 2012 fund balances on the balance sheet as follows:

	General Fund
<u>Restricted</u>	
Municipal Revenue Sharing	33,282
<u>Committed</u>	
Salt/Sand Shed	10,558
Capital Asset Fund	27,047
Total Committed	37,605
<u>Assigned</u>	
Revaluation	11,175
Public Works Town Roads	118,505
Legal	20,522
75th Anniversary	4,541
Total Assigned	154,743
<u>Unassigned</u>	696,283
Total	921,913

The Town considers restricted, committed, assigned and unassigned amounts to be paid in that order when expenditures are incurred for which any of those amounts are available.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued)

7. Fund Balances/Net Assets (Continued)

Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Net assets are required to be classified into three components – invested in capital assets, net of related debt; restricted; and unrestricted. These classifications are defined as follows:

Invested in capital assets, net of related debt – This component of net assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets. If there are significant unspent related debt proceeds at year-end, the portions of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt.

Restricted – This component of net assets consists of restrictions placed on net assets use through external constraints imposed by creditors (such as debt covenants), grantors, contributors, or law or regulations of other governments, or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – This component consists of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

General governmental revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with various legal requirements that govern the Town's operations. At its annual meeting, the Town adopts a budget for the current year for the General Fund. Budgets are adopted on a basis consistent with generally accepted accounting principles.

Management may transfer appropriations between operating categories as they deem necessary, but expenditures may not legally exceed budgeted appropriations in total. All annual appropriations lapse at fiscal year end to the extent that they have not been encumbered.

State statutes require balanced budgets, but provide for the use of beginning unreserved fund balance to achieve that end. In 2011-2012, \$50,000 of the beginning General Fund fund balance was applied for this purpose.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments are carried forward to supplement appropriations of the subsequent year.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments

Deposits

Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The Town does not currently have a deposit/investment policy.

At year-end, the government's carrying amount of deposits was \$896,877 and the bank balance was \$899,311. The bank balance is categorized according to credit risk as follows:

Category 1 – Insured by Federal depository or credit union insurance.

Category 2 – Collateralized with securities held by the pledging financial institution's trust department or agent in the Town's name.

Category 3 – Uninsured and uncollateralized.

	<i>Bank Balance</i>	<i>1</i>	<i>2</i>	<i>3</i>
Cash and Equivalents	<u>899,311</u>	<u>154,168</u>	<u>745,143</u>	<u>-</u>

Investments

Included in the Town's cash equivalents at June 30, 2012, were short-term investments in repurchase agreements issued by a local banking institution. Under these agreements, the Town will be repaid principal plus interest on a specified date, which is subsequent to year-end. The agreement is guaranteed/collateralized with securities held by the banking institution, which exceed the amount of the agreement. To the extent that the banking institution may default on its commitment to these obligations, the Town is at risk of economic loss. Management considers this exposure minimal. At June 30, 2012, the Town's investments, maturities and credit ratings are as follows:

Type	June 30, 2012						
	Fair Value	Maturities in Years				Credit Rating	
		Less Than 1	1-5	6-10	More than 10	S&P	Moody's
Collateralized Repurchase Agreement	745,143	745,143				AA	Aaa
Total	<u>745,143</u>	<u>745,143</u>	<u>-</u>	<u>-</u>	<u>-</u>		

Investment Policy

The Town does not currently have an investment policy.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments (continued)

Summary of Deposits and Investment Balances

Following is a reconciliation of the Town's deposit and investment balances as of June 30, 2012:

Deposits and Cash on Hand	\$ 896,877				
(including invested repurchase agreement)					
		Government-wide	Proprietary Fund	Fiduciary Funds	
		Statement of	Statement of	Statement of	
		Net Assets	Net Assets	Net Assets	Totals
Cash and Cash Equivalents	\$ 102,006	\$ 322	\$ 49,406	\$ 151,734	
Investments (repurchase agreement)	\$ 745,143			\$ 745,143	
	\$ 847,149	\$ 322	\$ 49,406	\$ 896,877	

B. Property Taxes

Property taxes were levied for the fiscal year as follows:

Assessed Value	317,945,550
Tax Rate (per \$1,000)	9.85
Commitment	3,131,764
Appropriations	3,660,705
Less:	
State Municipal Revenue Sharing	60,937
Estimated Revenues	428,255
BETE Reimbursement	2,765
Error in Certificate of Assessment	17,000
Homestead Reimbursement	19,984
	528,941
Net Assessment for Commitment	3,131,764

Uncollected taxes at June 30 for the current year commitment totaled \$157,668, prior year uncollected taxes totaled \$46,398. Unpaid liens at June 30 totaled \$38,536.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2012 was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
Governmental Activities;				
<i>Capital assets not depreciated</i>				
Land	11,000			11,000
<i>Capital assets being depreciated</i>				
Buildings	477,823			477,823
Equipment	454,740			454,740
Infrastructure	286,715			286,715
<i>Total capital assets being depreciated</i>	1,219,278	0	-	1,219,278
<i>Less accumulated depreciation for</i>				
Buildings	104,688	17,050		121,738
Equipment	299,783	13,233		313,016
Infrastructure	70,206	25,311	-	95,517
<i>Total accumulated depreciation</i>	474,677	55,594	-	530,271
<i>Net capital assets being depreciated</i>	744,601	(55,594)	-	689,007
Governmental Activities				
Capital Assets, net	755,601	(55,594)	-	700,007
Business-type Activities;				
<i>Capital assets being depreciated</i>				
Sewer System	912,648			912,648
Sewer Equipment	28,982	-	-	28,982
<i>Total capital assets being depreciated</i>	941,630	-	-	941,630
<i>Less accumulated depreciation for</i>				
Sewer System	200,783	18,253		219,036
Sewer Equipment	1,449	1,449		2,898
<i>Total accumulated depreciation</i>	202,232	19,702	-	221,934
<i>Net capital assets being depreciated</i>	739,398	(19,702)	-	719,696
Business-type Activities				
Capital Assets, net	739,398	(19,702)	-	719,696





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

C. Capital Assets (continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

<u>Governmental Activities</u>	
General Government	3,862
Public Safety	13,444
Highways, including depreciation of general infrastructure assets	<u>38,288</u>
Total Depreciation Expense - Governmental Activities	<u><u>55,594</u></u>

D. Interfund Receivables and Payables

Individual fund interfund receivable and payable balances at June 30, 2012 were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	8,154	23,731
Proprietary Fund:		
Sewer Fund	39,821	16,090
Trust Funds:		
Cemetery Trust		8,150
Hope Bunker Trust		<u>4</u>
Totals	<u><u>47,975</u></u>	<u><u>47,975</u></u>

The purposes of the due to/due from other funds are to charge revenue and expenditure activity to the appropriate funds. On the Governmental, Proprietary, and Fiduciary Fund financial statements, the payables are classified as Due to Other Funds with offsetting receivables on the Governmental Fund financial statements classified as Due from Other Funds. All the above balances expect to be paid during the next year, except for the sewer fund. The general fund initially paid for the expenditures of the sewer fund. The sewer fund plans to repay this money owed over 17 years. See Note 3 F.1 for maturity payments.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

E. Capital Leases

The Town is obligated under certain leases accounted for as capital leases. The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30:

<i>Year Ended June 30,</i>	<i>Minimum Lease Payment</i>
2013	948
2014	948
2015	<u>316</u>
Total Minimum Lease Payments	2,212
Less: Amount Representing Interest	<u>(157)</u>
Present Value of Future Minimum Lease Payments	<u><u>2,055</u></u>

F. Long-Term Debt

1. General Obligation Bonds and Notes.

The government issues general obligation bonds and notes to provide funds for the acquisition and construction of major capital facilities.

General obligation bonds and notes are direct obligations and pledge the full faith and credit of the government. General obligation bonds and notes currently outstanding are as follows:

<i>Purpose Governmental Fund Activities</i>	<i>Maturity Date</i>	<i>Interest Rate</i>	<i>Amount</i>
2012 Refinanced Salt/Sand Shed	9/27/2025	3.36%	244,288
2008 Fire Truck Bond	11/30/2027	4.24%	<u>132,000</u>
			<u><u>376,288</u></u>
<i>Business-type Activities</i>			
2010 Sewer Pump Upgrades	9/27/2015	3.35%	26,560
2001 MMBB Sewer Collection System	9/27/2028	5.13%	<u>49,291</u>
			<u><u>75,851</u></u>





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

F. Long-Term Debt (Continued)

1. General Obligation Bonds and Notes (Continued)

Annual debt service requirements to maturity for general obligation bonds and notes, including interest of \$141,829 are as follows:

<i>Year Ended June 30,</i>	<i>Governmental Activities Total</i>	<i>Business-type Activities Total</i>	<i>Interfund Activities Total</i>	<i>Totals</i>
2013	36,070	11,967	1,000	49,037
2014	35,700	11,740	1,000	48,440
2015	35,344	11,514	1,000	47,858
2016	34,991	11,289	1,000	47,280
2017	34,647	4,423	1,000	40,070
2018-2022	167,868	22,115	5,000	194,983
2023-2027	136,866	22,115	5,000	163,981
2028-2029	8,605	8,714	1,089	18,408
Total	490,091	103,877	16,089	610,057

2. Changes in Long-Term Liabilities

The following summary of long-term debt transactions of the Town of Owl's Head for the fiscal year ended June 30, 2012:

<i>Long-term Debt payable July 1, 2011</i>	484,498
Debt Issued	244,288
Debt Retired	(276,647)
<i>Long-term Debt payable June 30, 2012</i>	<u>452,139</u>

3. Overlapping Debt

The Town's proportionate share of debt of all local government units which provide services within the Town's boundaries, and which must be borne by properties in the Town is summarized as follows:

<i>Units</i>	<i>Net debt outstanding June 30, 2012</i>	<i>Percentage applicable to the Town</i>	<i>Town's proportionate share of debt</i>
Regional School Unit #13	4,117,008	5.59%	230,141
Knox County	-	5.0275%	-
Totals	<u>4,117,008</u>		<u>230,141</u>

The Town's proportionate share of the above debt is paid through annual assessments by the respective units.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2012

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

G. Trust Funds

The principal amount of all Nonexpendable Permanent Funds is restricted either by law or by terms of individual bequests in that only income earned may be expended. The government's Nonexpendable and Expendable Permanent Funds at June 30 are detailed as follows:

<i>Purpose</i>	<i>Nonexpendable</i>	<i>Expendable</i>
Ash Point Cemetery Care	16,456	633
General Cemetery Care	4,772	2,277
Hope Bunker	10,000	3,065
New Cemetery	1,300	2,749
	<u>32,528</u>	<u>8,724</u>

NOTE 4 - OTHER INFORMATION

A. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amount, if any to be immaterial.

B. Deficit Fund Balance

The following funds had a fund balance deficit as of June 30, 2012:

Enterprise Fund – Sewer Fund	\$(8,080.61)
------------------------------	--------------

The Sewer Fund deficit is expected to be reduced by funding from the general fund in future years and increases in sewer rates.

NOTE 5 – LEGAL DISCLOSURE

As of June 30, 2012, there is pending litigation on which the Town has committed to spending up to \$50,000 in defense costs. The Town is being challenged that a parcel of land is not a “public easement”. If the town should lose the judgment, costs would actually go down as they would no longer maintain the road.





TOWN OF OWL'S HEAD, MAINE

**TOWN OF OWL'S HEAD
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit J

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Revenues				
Taxes	3,479,560	3,479,560	3,535,855	56,295
Intergovernmental Revenues	49,309	49,309	49,676	367
Other Local Sources	70,900	70,900	78,173	7,273
Total Revenues	3,599,769	3,599,769	3,663,704	63,935
Expenditures (Net of Departmental Revenues)				
General Government	249,945	249,945	249,988	(43)
Public Safety	228,886	228,886	226,121	2,765
Public Works	727,674	727,674	684,371	43,303
Human Services	2,500	2,500	1,756	744
Miscellaneous	43,500	43,500	48,770	(5,270)
Assessments	2,694,721	2,694,721	2,600,632	94,089
Total Expenditures	3,947,226	3,947,226	3,811,638	135,588
Excess Revenues Over Expenditures	(347,457)	(347,457)	(147,934)	199,523
Other Financing Sources				
Transfers from Other Funds	305,225	305,225	305,225	
Transfers to Other Funds	(7,768)	(7,768)	(7,768)	
Total Other Financing Sources	297,457	297,457	297,457	-
Net Change in Fund Balance	(50,000)	(50,000)	149,523	(199,523)
Beginning Fund Balances			546,760	
Ending Fund Balances - Budgetary Basis			696,283	
Adjustments to Conform to GAAP:				
Elimination of Encumbrances			187,807	
Ending Fund Balances - GAAP Basis			884,090	

The notes to the financial statements are an integral part of this statement.





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD

Exhibit A-1

GENERAL FUND

STATEMENT OF ESTIMATED AND ACTUAL REVENUES FOR THE YEAR ENDED JUNE 30, 2012

	<i>Estimated</i>	<i>Actual</i>	<i>Over (Under) Budget</i>
Taxes			
Property	3,148,764	3,179,288	30,524
Prior Year Overassessed Property Tax Revenue	27,796	27,796	-
Tax Acquired Revenue	-	1,005	1,005
Supplemental Taxes		9,884	9,884
Auto Excise	280,000	288,999	8,999
Boat Excise	7,500	10,405	2,905
Lien Costs Reimbursed	2,500	5,390	2,890
Interest on Taxes and Liens	13,000	13,088	88
	<u>3,479,560</u>	<u>3,535,855</u>	<u>56,295</u>
Intergovernmental Revenues			
Veterans Exemption	2,300	1,627	(673)
Urban Rural Initiative	23,159	23,159	-
Homestead Exemption	19,984	19,848	(136)
Tree Growth Reimbursement	600	1,939	1,339
General Assistance Reimbursement	500	337	(163)
BETE Reimbursement	2,766	2,766	-
	<u>49,309</u>	<u>49,676</u>	<u>367</u>
Local Sources			
Investment Interest	1,200	2,199	999
Building Permits	8,000	4,990	(3,010)
Cable Contract	8,000	8,656	656
PERC Performance	30,000	28,024	(1,976)
Mooring Fees	3,200	3,650	450
Dog Fees	1,150	1,654	504
Wood Dump	6,500	7,949	1,449
Parks & Recreation	2,000	1,797	(203)
Room Rental	2,500	3,225	725
Copier	150	192	42
Agent Fees	6,200	7,626	1,426
All Other	2,000	8,211	6,211
	<u>70,900</u>	<u>78,173</u>	<u>7,273</u>
Other Financing Sources			
Transfers In	60,937	60,937	-
Loan Proceeds	244,288	244,288	-
	<u>305,225</u>	<u>305,225</u>	<u>-</u>
Total Revenues and Other Financing Sources	<u>3,904,994</u>	<u>3,968,929</u>	<u>63,935</u>
Fund Balance Used To Reduce Taxes	<u>50,000</u>		
Total	<u>3,954,994</u>		





TOWN OF OWL'S HEAD, MAINE

Exhibit A-2
Page 1 of 3

**TOWN OF OWL'S HEAD
GENERAL FUND
STATEMENT OF APPROPRIATIONS, EXPENDITURES AND ENCUMBRANCES
FOR THE YEAR ENDED JUNE 30, 2012**

	Encumbered from 2011	Appropriations	Expenditures Net of Refund	Encumbered to 2013	(Over) Under Budget
General Government					
Selectmen		10,656	10,518		138
Treasurer		9,209	9,209		-
Tax Collector		34,578	34,578		-
Town Clerk		1,524	1,524		-
Secretary		26,060	26,060		(50)
Public Health Officer		274	274		-
Registrar of Voters		444	444		-
Temporary Help		500	500		-
Tax Bills/Maps		1,025	1,025		(25)
Update Tax Maps		1,200	1,200		(200)
Assessors' Agent		15,000	16,236		(1,236)
Insurance		11,300	10,475		825
Utilities		8,000	7,656		344
Repairs/Maintenance		3,500	2,012		1,488
Community Building Janitor		3,800	4,063		(263)
Supplies		2,300	2,705		(405)
Postage		1,200	1,434		(234)
Advertising/Printing		700	1,078		(378)
Election Workers		1,000	758		242
Reimburse Vehicle Usage		1,500	1,803		(303)
Legal Services		56,000	35,478	20,522	-
Dues & Fees		10,000	10,678		(678)
Office Equipment		3,300	4,113		(813)
Payroll Taxes		9,200	9,356		(156)
Health Insurance		24,000	22,129		1,871
Unemployment Insurance		1,350	2,169		(819)
Bank Fees		-	258		(258)
Lien/Discharge Fees		2,000	3,013		(1,013)
Town Report		2,000	1,825		175
Volunteer Reimbursement		100	-		100
Audit/Accounting		8,500	6,895		1,605
	-	249,945	229,466	20,522	(43)





TOWN OF OWL'S HEAD, MAINE

Exhibit A-2
Page 2 of 3

**TOWN OF OWL'S HEAD
GENERAL FUND
STATEMENT OF APPROPRIATIONS, EXPENDITURES AND ENCUMBRANCES
FOR THE YEAR ENDED JUNE 30, 2012**

	Encumbered from 2011	Appropriations	Expenditures Net of Refund	Encumbered to 2013	(Over) Under Budget
Public Safety					
Fire Department		19,500	20,547		(1,047)
Payroll		500	167		333
Fire Warden			89		(89)
General		15,000	12,332		2,668
Equipment		600	749		(149)
Memberships & Subscriptions		1,250	507		2,343
Training	1,600	500	675		(175)
OSHA Exams		4,000	2,710		1,290
Insurance		37,270	37,270		-
Dispatching		800	1,612		(812)
Gasoline/Fuel		3,000	3,652		(652)
Supplies/Materials		8,000	9,922		(1,922)
Maintenance/Repairs		1,200	1,201		(1)
Signs		7,000	5,807		1,193
Utilities		14,500	14,191		309
Fire Truck Debt Payment		10,500	10,267		233
Street Lighting		17,000	16,998		2
Hydrants		500	333		167
Fire Pond Maintenance		70,000	70,745		(745)
Ambulance/First Aid Equipment		500	500		-
911 Address		500	500		-
EMA Director		500	500		-
Code Enforcement		10,427	10,427		-
Plumbing Inspector		839	839		-
Animal Control		5,500	5,681		(181)
	1,600	228,886	227,721	-	2,765
Public Works					
Road Commissioner Salary		839	839		-
Town Roads		82,000	12,790	118,505	-
Supplies	49,295	4,000	809		3,191
Snow Removal		87,000	80,128		6,872
Salt/Sand		56,500	38,548		17,952
Salt/Sand Shed Refinanced		244,288	244,288		-
Salt/Sand Shed	10,558	-	-	10,558	-
Salt/Sand Shed Debt Payment		29,855	29,855		-
Solid Waste Recycling		130,000	118,846		11,154
Wood Dump Attendant		12,600	12,339		261
Wood Dump Expense		60,000	56,857		3,143
Harbor Master		6,692	4,730		1,962





TOWN OF OWL'S HEAD, MAINE

Exhibit A-2
Page 3 of 3

**TOWN OF OWL'S HEAD
GENERAL FUND
STATEMENT OF APPROPRIATIONS, EXPENDITURES, AND ENCUMBRANCES
FOR THE YEAR ENDED JUNE 30, 2012**

	Encumbered from 2011	Appropriations	Expenditures Net of Refund	Encumbered to 2013	(Over) Under Budget
Public Works (Continued)					
Septic Waste		2,500	2,300		200
New Cemetery		900	657		243
Cemeteries		10,500	12,175		(1,675)
	59,853	727,674	615,161	129,063	43,303
Human Services					
General Welfare		2,000	1,256		744
Human Service Agencies		500	500		-
		2,500	1,756		744
Capital Improvements					
Capital Asset Fund	27,047			27,047	
	27,047			27,047	
Miscellaneous					
Abatements		12,000	17,777		(5,777)
Library		2,000	2,000		-
Comprehensive Plan		4,000	3,993		7
Unclassified		500	-		500
Revaluation		25,000	13,825	11,175	-
	-	43,500	37,595	11,175	(5,270)
Assessments					
SAD#5		2,273,066	2,273,066		-
County Tax		327,566	327,566		-
Overlay		94,089	-		94,089
		2,694,721	2,600,632		94,089
Transfers					
Transfer to Sewer Fund		7,768	7,768	-	-
	-	7,768	7,768	-	-
Total	88,500	3,954,994	3,720,099	187,807	135,588





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD

Exhibit A-3

GENERAL FUND

STATEMENT OF CHANGES IN UNASSIGNED FUND BALANCE FOR THE YEAR ENDED JUNE 30, 2012

Unassigned Fund Balance, July 1	546,760	
Unassigned Fund Balance, June 30	<u>696,283</u>	
Increase		<u><u>149,523</u></u>

Analysis of Change

Additions		
Budget Surplus		
Revenue Surplus - Exhibit A-1	63,935	
Unexpended Balance of		
Appropriations - Exhibit A-2	<u>135,588</u>	
		199,523
Deductions		
Beginning Fund Balance Used to Reduce Taxes		<u>(50,000)</u>
Increase		<u><u>149,523</u></u>





TOWN OF OWL'S HEAD, MAINE

**TOWN OF OWL'S HEAD
GENERAL FUND ASSIGNED ACCOUNTS
COMBINING BALANCE SHEET
JUNE 30, 2012**

Exhibit A-4

<i>Assets</i>	<i>Municipal Revenue Sharing</i>	<i>75th Anniversary</i>	<i>Total</i>
Cash and Equivalents		4,545	4,545
Due from Other Funds	33,282		33,282
Total Assets	33,282	4,545	37,827
 <i>Liabilities and Fund Balances</i>			
Liabilities			
Due to Other Funds		4	4
Total Liabilities		4	4
 <i>Fund Balances</i>			
Fund Balances			
Restricted	33,282		33,282
Assigned		4,541	4,541
Total Fund Balances	33,282	4,541	37,823
Total Liabilities Fund Balances	33,282	4,545	37,827





TOWN OF OWL'S HEAD, MAINE

TOWN OF OWL'S HEAD

Exhibit A-5

GENERAL FUND ASSIGNED ACCOUNTS

COMBINING STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2012

	<i>Municipal Revenue Sharing</i>	<i>75th Anniversary</i>	<i>Total</i>
Revenues			
Intergovernmental Revenues			
State	62,268		62,268
Local Sources		10	10
Total Revenues	62,268	10	62,278
Expenditures			
Professional Services			-
Total Expenditures			-
Excess of Revenues Over (Under) Expenditures	62,268	10	62,278
Other Financing Sources (Uses)			
Transfers Out	(60,937)		(60,937)
	(60,937)		(60,937)
Excess of Revenues Over Expenditures and Other Financing Uses	1,331	10	1,341
Fund Balance - July 1	31,951	4,531	36,482
Fund Balance - June 30	33,282	4,541	37,823





TOWN OF OWL'S HEAD, MAINE

TOWN WARRANT

TO: Frank Ross, resident in the Town of Owls Head, in the County of Knox

Greetings:

In the name of the State of Maine, you are hereby directed to notify the inhabitants of the Town of Owls Head, qualified by law to vote on this town's affairs, to assemble in the Owls Head Community Building on the 20th day of August, 2012, at 7:00 P.M. to act upon the following articles:

ARTICLE 1 - To choose a Moderator to preside over the meeting.

ARTICLE 2 - To choose a Selectman for a three-year term.

ARTICLE 3 - To choose three Assessors for the ensuing year.

ARTICLE 4 - To choose three Overseers of the Poor for the ensuing year.

ARTICLE 5 - To choose a Road Commissioner for the ensuing year.

ARTICLE 6 - To choose a member for the Town Council for a three-year term to expire in 2015.

ARTICLE 7 - To choose a Harbor Master for the ensuing year.

ARTICLE 8 - GENERAL GOVERNMENT

To see what sum of money the Town will vote to appropriate for each of the following general government activities:

Recommend

A. Selectmen's Salary/Car Allowance (3@\$2797.36; Chairman \$673.55)	\$	9,065.63
B. Assessor's Salary/Car Allowance (3@\$287.06; Chairman \$273.70)	\$	1,134.88
C. Overseer of the Poor Pay/Car Allowance	\$	490.84
D. Solid Waste Member	\$	284.65
E. Tax Collector	\$	35,615.00
F. Treasurer	\$	9,485.00
G. Town Clerk	\$	1,570.00
H. Harbor Master/Dep. Salary	\$	3,992.00
I. Code Enforcement Officer/Dep. Salary	\$	10,740.00





TOWN OF OWL'S HEAD, MAINE

J. Public Health Officer	\$ 282.00
K. Registrar of Voters	\$ 457.00
L. Office Clerical/Accounting	\$ 26,790.00
M. Clerical Help	\$ 500.00
N. Tax Bills	\$ 1,000.00
O Postage	\$ 1,500.00
P. Assessor's Agent Salary	\$ 13,500.00
Q. Equalization	\$ 0.00
(\$12,790.00 approved at 2011 Town Meeting, not included in total)	
R. General Insurance	\$ 11,300.00
S. Health Insurance/Employee Benefits	\$ 26,000.00
T. Unemployment Insurance	\$ 1,350.00
U. Utilities (Community Bldg.)	\$ 7,200.00
V. Maintenance/Repairs (Community Bldg.)	\$ 12,000.00
W. Janitor	\$ 3,914.00
X. Supplies	\$ 3,500.00
Y. Lien Discharge Fees	\$ 3,000.00
Z. Volunteer Reimbursement	\$ 100.00
AA. Office Equipment	\$ 4,000.00
BB. Advertising	\$ 1,500.00
CC. Elections	\$ 1,000.00
DD. Legal	\$ 10,000.00
(\$25,000.00 previously approved for Coopers Beach, not included in total)	
EE. Payroll Taxes Expense	\$ 9,476.00
FF. Audit	\$ 8,500.00
GG. Town Report/ Newsletter	\$ 2,000.00
HH. Reimburse Vehicle Use	\$ 2,000.00
II. Dues/Fees	\$ 11,000.00
JJ. Update Maps/Aerial Maps	\$ 5,500.00
KK. Bank Fees	300.00
Total General Government	\$ 240,047.00

ARTICLE 9 - PUBLIC SAFETY

To see what sum of money the Town will vote to appropriate for each of the following safety activities:

A. Fire	
1. Payroll	\$ 20,085.00
2. Equipment	\$ 14,000.00





TOWN OF OWL'S HEAD, MAINE

3. Memberships/ Subscriptions	\$	600.00
4. Training	\$	1,000.00
5. Recruiting	\$	1,500.00
6. Insurance	\$	2,900.00
7. Dispatching	\$	38,983.00
8. Fuel	\$	800.00
9. Supplies	\$	3,000.00
10. Maintenance & Repairs (Fire Dept.)	\$	7,000.00
11. Exams	\$	700.00
12. Utilities (Fire Station)	\$	6,000.00
13. Maps/Signs	\$	1,200.00
14. Fire Apparatus Loan Payment	\$	14,200.00
15. Fire Pond Mt	\$	1,000.00
16. EMA Director	\$	515.00
17. 911 Officer	\$	515.00
18. Forest Fire Warden	\$	500.00
Total Fire	\$	114,498.00

B. Hydrants	\$	17,000.00
C. Street Lights	\$	10,300.00
D. Ambulance/First Aid Equipment	\$	72,800.00
E. Animal Control Expense	\$	2,100.00
F. Animal Control Salary	\$	3,593.00

Total Public Safety **\$ 220,291.00**

ARTICLE 10 - PUBLIC WORKS

To see what sum of money the Town will vote to appropriate for each of the following public works activities:

A. Town Roads	\$	83,200.00
(\$71,000.00 approved at 2011 Town Meeting, not included in total)		





TOWN OF OWL'S HEAD, MAINE

B. Town Road Supplies	\$ 4,200.00
C. Road Commissioner Salary	\$ 864.00
D. Snow Removal	\$ 89,400.00
E. Salt and Sand	\$ 32,318.00
F. Solid Waste/ Recycling	\$ 125,000.00
G. Septic Waste	\$ 2,400.00
H. Public Access/Waterfront	\$ 2,700.00
I. Cemeteries-	
Maintenance/Repairs/Mowing	\$ 11,700.00
New Cemetery	\$ 700.00
J. Plumbing Inspector	\$ 864.00
K. Stump Dump	
Attendant Salary	\$ 11,639.00
Expenses	\$ 56,000.00
Bulk Transfer Supervisor for Dump	\$ 1,300.00
L. Ingraham Hill Wastewater Collection	
Loan Payment	\$ 10,000.00
M. Sand and Salt Shed – Loan Payment	\$ 22,129.00
Total Public Works	\$ 454,414.00

ARTICLE 11 - HUMAN SERVICES

To see what sum of money the Town will vote to appropriate for human services:

A. Human Service Agencies	\$ 500.00
B. Welfare	\$ 1,500.00
Total Human Services	\$ 2,000.00

ARTICLE 12 - UNCLASSIFIED

To see what sum of money the Town will vote to appropriate for unclassified expenses:

A. Library	\$ 2,000.00
B. Contingency	\$ 500.00
C. Abatements	\$ 18,000.00
Total Unclassified	\$ 20,500.00

Expense totals for Warrant Articles 9 through 12	\$ 937,252.00
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TOWN OF OWL'S HEAD, MAINE

ARTICLE 13 - To see if the Town will vote to appropriate the following funds to reduce the Town's 2012-2013 tax commitment:

TOWN OF OWLS HEAD REVENUE BUDGET

Vehicle Excise Tax	\$ 285,000.00
Boat Excise Tax	\$ 9,000.00
Property Tax Interest	\$ 13,000.00
Local Road Assistance	\$ 22,573.00
State Revenue Sharing	\$ 59,683.00
Interest, Misc. and All Other	\$ 70,875.00
Mooring Fees	\$ 3,200.00
Homestead Exemption	\$ 18,000.00
TOTAL	\$ 481,331.00

ARTICLE 14 - To see if the Town will vote to raise from general property taxes the amounts voted in the preceding Articles 9-12 inclusive to be reduced by the amounts voted in Article 13.

ARTICLE 15 - To see if the Town will vote to accept the categories of funds listed below as provided by the "Maine State Legislature"; State Revenue Sharing; Education, Certification Block Grant; Urban Rural Initiative Program (Local Road Assistance); Tree Growth Refund; Park Fee Sharing; Veterans Exemption Reimbursements; Snowmobile Registration; General Assistance; Library; and any and all kinds of property tax relief.

ARTICLE 16 - To see if the Town will vote to authorize the Selectmen to negotiate and sign contracts as necessary for budgeted services.

ARTICLE 17 - To see if the Town will authorize the Selectmen to transfer funds from unexpended balances and surplus if necessary.

ARTICLE 18 - To see if the Town will vote to authorize the Tax Collector to accept the payment of taxes not yet assessed.

ARTICLE 19 - To see if the Town will vote to adopt the following in regard to the collection of taxes; the first installment will become due and payable September 28, 2012, and interest will be charged at 7.000% annually on all accounts unpaid after October 29, 2012. The second installment will become due and payable March 15, 2013, and interest will be charged at 7.000% annually on all accounts for the second installment unpaid after April 15, 2013. Delinquents will be dealt with pursuant to the order signed by the board of selectmen on 01/04/10.





TOWN OF OWL'S HEAD, MAINE

ARTICLE 20 - To see if the Town will vote to authorize the Selectmen, on behalf of the Town, to sell and dispose of any real estate acquired by the Town for nonpayment of taxes thereon, such terms as they may deem advisable, and to execute quitclaim deeds for such property. Property which, in the opinion of the Selectmen, best serves the interest of the Town by remaining Town-owned property need not be sold.

ARTICLE 21 - To see if the Town will vote to authorize the Municipal Officers to sign quitclaim property deeds for properties that the Town does not claim as tax-acquired property and for which the Town has no record of taxes being owed, but on which there are no discharged municipal tax liens. The purpose of said quitclaim deeds would be for clearing the title only.

ARTICLE 22 - To see if the Town will vote to accept and appropriate for the purposes of which they are received the proceeds of all grants made to the Town during the Town's fiscal year by the federal or state government, their agencies and authorities; and to see if the Town will vote to authorize the municipal officers on behalf of the Town to apply for such grants, provided that any necessary matching funds be appropriated by Town Meeting and that any substantive conditions, other than standard grant condition regarding spending only for the purpose for which the grant is made, be approved by Town Meeting. Nondiscrimination, payment of prevailing wages, and similar administrative matters, must also be approved and accepted by Town Office.

ARTICLE 23 - To see if the Town will vote to increase the property tax levy limit established for Owls Head by State law in the event that the municipal budget approved under the preceding articles will result in a tax commitment that is greater than that property tax levy limit.

ARTICLE 24 - To see if the Town will vote to appropriate funds not to exceed \$4,000.00 in 2012-2013 for generating a new Comprehensive Plan for the Town of Owls Head.

ARTICLE 25 - To see if the Town will vote to authorize the Selectmen to sell or dispose of surplus town-owned personal property on such terms and conditions as they deem in the best interests of the Town. This article shall remain in effect indefinitely unless and until amended or rescinded.

ARTICLE 26 - To see if the town will vote to authorize the selectmen, on behalf of the town, to take whatever actions are necessary for the Town to become a member of the Maine Municipal Association Property and Casualty Pool Program, including but not limited to the execution of any contract required for such membership and the payment of any required fees or charges. The authority granted herein shall be continued until revoked.





TOWN OF OWL'S HEAD, MAINE

ARTICLE 27 – Shall the Town vote to authorize the Board of Selectmen, on behalf of the Town, to join with other participating municipal and quasi-municipal employers to group self-insure for the provision of workers' compensation benefits, as authorized by 39-A MRSA Sec 403, said group to be known as the "Maine Municipal Association Workers' Compensation Fund" (Fund); and for that purpose and in consideration of the mutual covenants and agreements among participating employers, to authorize the Board of Selectmen to enter into a Fund Indemnity Agreement on behalf of the Town and take whatever other actions may be necessary. The Authority granted herein shall continue until revoked.

ARTICLE 28 – To see if the Town will enact an ordinance entitled "Site Plan Review"?

ARTICLE 29 – To see if the Town will enact an ordinance entitled "Land Use Ordinance Amendments"?

ARTICLE 30 – To see if the Town will vote to accept one parcel of land, Tax Map 9, Lot 7, given to the Town by deed registered in The Knox County Registry of Deeds in Book 262, Page 398, dated April 2, 1940.

ARTICLE 31 – To see if the Town will authorize the Selectmen, on behalf of the Town, to sell and dispose of the parcel of real estate owned by the Town situated at the corner of Woods Road and Ash Point Drive, designated as Lot 7 on Town Tax Map 9, and composed of the parcels formerly owned by the Owls Head Grange Association, Inc. and more fully described in the deeds recorded in the Knox County Registry of Deeds in Book 232, Page 415, and Book 333, Page 180 (to which deeds reference is made for a more complete description); such sale to be on terms that the Selectmen deem advisable. The net proceeds from such sale shall be deposited into a trust fund designated for use for the maintenance, repair, restoration and improvement of the Town properties known as the "Grange Hall", located at the corner of Ash Point Drive and North Shore Drive (designated as Lot 19 on Town Tax Map 9), the "School House" located of North Shore Drive (designated as Lot 7 on Town Tax Map 11) and The Old Homestead, located on Ash Point Drive (designated as Lot 5 on Town Tax Map 2). The Selectmen will be authorized to negotiate and sign contracts and expend funds from this trust fund as they deem advisable for this purpose.

ARTICLE 32 – To see if the Town will authorize the Selectmen to adopt "An Ordinance Exempting Eligible Active Duty Military Personnel from Vehicle Excise Tax" to take effect immediately upon adoption.





TOWN OF OWL'S HEAD, MAINE

ARTICLE 33 – To see if the Town will vote to authorize the Board of Selectmen to enter into an agreement with Katherine MacPherson to authorize the Board to accept an easement deed, from land she owns lying between Cottage Avenue and Knowlton Avenue, to provide for the possible extension of the existing public sewer line from its current terminus at the southerly end of Cottage Avenue to the northerly end of Knowlton Avenue, in return for which the Town would have the property surveyed for the proposed sewer line easement and pay the connection fee to Rockland for two services to connect into the proposed Knowlton Avenue pump station and to raise and appropriate \$6,000 to pay for the necessary survey work and legal services.

The Selectmen give notice that they will be in session at the Owls Head Community Building at 6:30 P.M. with the Registrar of Voters for the purpose of correcting the list of voters.

Given under our hands on this _____ day of August, 2012.

Richard Carver

Nancy Colson

Linda Post

Selectmen, Town of Owls Head

A true copy of the warrant

Attest:

Susan Wilson, Town Clerk





TOWN OF OWL'S HEAD, MAINE

RETURN OF WARRANT

Owls Head, Maine

August ____, 2012

Pursuant to the within Warrant to me directed, I have notified and warned the inhabitants of said Town, qualified as herein expressed, to meet at said time and place, and for the purposes therein named, by posting an attested copy of said Warrant at the door of Town Hall, the Fire Station and the Post Office bulletin board in said Town, being public and conspicuous places in said Town, on the _____ day of August, 2012, being at least seven days before the meeting.

Resident of Owls Head, Maine





NOTES

[illegible]

[illegible]